STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
324 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	489,773,676	25,663,323	1,006,435	465,116,788
2-Debt Securities	278,616,657	19,576,945	46,504,482	305,544,194
3-Equity Interests	881,839,924	110,995,398	651,973,690	1,422,818,216
4-Total	1,650,230,257	156,235,666	699,484,607	2,193,479,198
Assets Acquired in Liquidation				
5-Receable-Debtors	38,613,407	227,085	244,933	38,631,255
6-Assets Acquired	29,130,794	3,396,626	5,879,402	31,613,570
7-Total	67,744,201	3,623,711	6,124,335	70,244,825
Operating Concerns Acquired				
8-Oper Concerns Acq	9,130,315	1,528,146	5,549,470	13,151,639
Other Securities				
9-Notes & Other Sec	66,709,011	3,438,124	30,133,021	93,403,908
10-Total Loans & Inv	1,793,813,784	164,825,647	741,291,433	2,370,279,570
11-Less Current Maturities				98,441,477
12-Loans & Inv Net Current Mat				2,271,838,093
Investment in 301(d) Licensee				
13-Name				1,476,225
Current Assets				
14-Cash		56,779,036		
15-Invested Idle Funds		451,968,116	508,747,152	
16-Int & Div Receble	37,756,220			
17-Accounts Recable	21,186,024	58,942,244		
18-Allowance for Loss		4,435,668	54,506,576	
19-Current Mat Portfolio Secs		76,044,699		
20-Current Mat Assets Acquired		2,816,106		
21-Current Mat Operat Concerns		192,283		
22-Current Mat Other Securities		19,388,389	98,441,477	
23-Other Current Assets			13,750,635	675,445,840
Other Assets				
24-Furniture & Equipment		4,792,874		
Less:Accum Depreciation		2,064,397	2,728,477	
25-Other			20,195,783	22,924,260
26-TOTAL ASSETS				2,971,684,418

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
324 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		816,810,886	
28-Notes & Debentures Payable to Others		69,998,215	
29-TOTAL			886,809,101
Current Liabilities			
30-Accounts Payable		9,033,007	
31-Accrued Interest Payable		27,616,242	
32-Accrued Taxes Payable		30,639,221	
33A-Current Mat of Line 27	72,072,686		
33B-Current Mat of Line 28	86,007,446	158,080,132	
34-Dividends Payable		7,209,626	
35-Other Current Liabilities		23,521,437	
36-TOTAL			256,099,665
Other Liabilities			
37-Trust Receipts		1,398,487	
38-Deferred Credits		117,637,756	
39-Other Liabilities		36,608,314	155,644,557
40-TOTAL LIABILITIES			1,298,553,323
CAPITAL			
41-Capital Stock	459,169,982		
42-Paid-in Surplus	574,781,210	1,033,951,192	
43-Less: Treasury Stock, at cost		21,452,356	
44-Paid-in Capital Stock & Surplus		1,012,498,836	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		443,676,005	
47-Non-cash Gain Sale of Sec	28,132,642		
48-Undist Net Real Earnings	188,823,612		
49-Undistributed Realized Earnings		216,956,254	
50-TOTAL CAPITAL			1,673,131,095
51-TOTAL LIABILITIES & CAPITAL			2,971,684,418

Undistributed Net Realized Earnings[Line 48]	188,823,612
Less: Allowance for Losses on Loans & Investments	71,672,988
Retained Earnings	117,150,624

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
All Reporting Licensees
324 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		103,873,354	
2-Dividend Income		15,339,756	119,213,110
3-Management Services		2,745,496	
4-Application and Other Fees		2,151,497	4,896,993
5-Interest on Invested Idle Funds		47,366,583	
6-Income from Assets Acquired in Liquidation		1,066,683	
7-Other Income		5,067,755	53,501,021
8-TOTAL REVENUE			177,611,124
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	107,488,983		
10-Commitment Fees	1,424,565		
11-Other Financial Costs	3,317,788		
12-Total Financial Expenses		112,231,336	
Remuneration			
13-Officer Salaries	14,939,451		
14-Employee Salaries	4,163,128		
15-Employee Benefits	2,608,259		
16-Inv Advisory & Mgt Services	20,721,586		
17-Dir & Stockholder Meetings	913,797		
18-Total Remuneration		43,346,221	
Initiating & Servicing Costs			
19-Advertising & Promotion	680,265		
20-Appraisal & Investigation	793,079		
21-Communication	1,083,728		
22-Legal Fees	3,971,503		
23-Travel Expense	3,253,652		
24-Total Initiating & Serve Costs		9,782,227	
Fixed Facilities			
25-Cost of Space Occupied	3,518,607		
26-Dep & Amortization Expense	1,124,863		
27-Total Fixed Facilities		4,643,470	
Other Costs			
28-Audit & Examination Fees	2,997,753		
29-Insurance Expense	741,824		
30-Taxes Expense	2,115,488		
31-Provision for Receivable Loss	6,697,460		
32-Miscellaneous Expense	16,231,828		
33-Total Other Costs		28,784,353	
34-TOTAL EXPENSES			198,787,607
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-21,176,483
36A-Provision for Income Taxes		-6,386,753	
36B-Less Deferred Credit to Future Taxes		2,173,996	-8,560,749
37-NET INVESTMENT INCOME			-12,615,734
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		335,880,466	
39-Cost of Securities Sold		198,706,420	
40-Net Prior to Income Tax Provision		137,174,046	
41A-Provision for Income Taxes	34,876,875		
41B-Def Credit to Future Taxes	3,802,509	31,074,366	
42-REAL GAIN ON SALE OF SECURITIES			106,099,680

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
324 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	757,162,165	699,484,607	-57,677,558
2-Assets Acq Liquid Port Secs	4,806,888	6,124,335	1,317,447
3-Operating Concerns Acquired	14,338,927	5,549,470	-8,789,457
4-Other Securities	24,651,118	30,133,021	5,481,903
5-Total	800,959,098	741,291,433	-59,667,665
Unrealized Depreciation:			
6-Portfolio Securities	101,331,105	156,235,666	54,904,561
7-Assets Acq Liquid Port Secs	3,118,540	3,623,711	505,171
8-Operating Concerns Acquired	433,752	1,528,146	1,094,394
9-Other Securities	1,841,140	3,438,124	1,596,984
10-Total	106,724,537	164,825,647	58,101,110
11-Unrealized Apprec on Sec Held	694,234,561	576,465,786	-117,768,775
12-Less: Provision for Taxes	168,978,642	132,789,781	-36,188,861
13-Unrealized Gain on Sec Held	525,255,919	443,676,005	-81,579,914

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
All Reporting Licensees
324 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-12,615,734	
2-Add: Dep,Amort,Provision for Loss		10,926,101	-1,689,633
3-Realized Gain[Loss] on Sale of Securities			106,099,680
Total			104,410,047
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	164,070,667		
6-Noncash Dec of Loans & Secs	101,351,710	265,422,377	
7-Sale of Equity Securities	68,191,050		
8-Noncash Dec of Equity Sec	86,269,886	154,460,936	419,883,313
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	4,668,242		
10-Noncash Dec of Rec-Debtors	1,936,682	6,604,924	
11-Sale of Assets Acquired	5,388,556		
12-Noncash Dec in Assets Acq	4,464,426	9,852,982	16,457,906
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		1,262,897	
14-Noncash Decreases of Inv in Oper Concerns		2,301,669	3,564,566
Decrease in Other Securities			
15-Sale or Collection of Other Securities		11,634,307	
16-Noncash Decrease of Other Securities		1,995,432	13,629,739
17-Decreases in Current Assets			19,813,454
18-Decrease in Other Assets			2,516,820
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		173,522,093	
20-Due to Others		19,644,471	193,166,564
21-Increase in Current Liabilities			64,456,755
22-Increase in Other Liabilities			12,580,180
23-Sale of Licensee's Stock			121,435,119
24-TOTAL FUNDS PROVIDED			971,914,463

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	282,027,046		
26-Noncash Inc in Loans & Secs	38,417,146	320,444,192	
27-Purchase of Equity Secs	234,856,178		
28-Noncash Inc in Equity Secs	73,303,068	308,159,246	628,603,438
Increases in Assets Acquired			
29-Investments in Assets Acquired		6,368,934	
30-Noncash Inc in Assets Acquired		9,628,128	15,997,062
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		1,376,625	
32-Noncash Increase of Inv in Oper Concerns		8,560,719	9,937,344
33-Increases in Other Securities			30,389,434
34-Increase in Current Assets			21,623,944
35-Increase in Other Assets			11,099,955
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		44,390,384	
37-Due to Others		25,040,527	69,430,911
38-Decrease in Current Liabilities			47,603,227
39-Payment of Dividends			57,795,724
40-Decrease in Other Liabilities			12,213,247
41-Increase[Decrease] in Cash & Idle Funds			67,220,177
42-TOTAL FUNDS APPLIED			971,914,463

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 1 - Zero to $1.0 million
50 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	8,428,879	869,043	0	7,559,836
2-Debt Securities	2,463,746	192,679	16,177	2,287,244
3-Equity Interests	5,150,963	1,034,741	819,342	4,935,564
4-Total	16,043,588	2,096,463	835,519	14,782,644
Assets Acquired in Liquidation				
5-Receable-Debtors	430,967	0	0	430,967
6-Assets Acquired	375,760	30,057	56,606	402,309
7-Total	806,727	30,057	56,606	833,276
Operating Concerns Acquired				
8-Oper Concerns Acq	0	0	0	0
Other Securities				
9-Notes & Other Sec	267,316	0	0	267,316
10-Total Loans & Inv	17,117,631	2,126,520	892,125	15,883,236
11-Less Current Maturities				1,547,637
12-Loans & Inv Net Current Mat				14,335,599
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		2,806,622		
15-Invested Idle Funds		13,563,018	16,369,640	
16-Int & Div Receble	334,564			
17-Accounts Recable	250,953	585,517		
18-Allowance for Loss		29,890	555,627	
19-Current Mat Portfolio Secs		1,393,909		
20-Current Mat Assets Acquired		27,368		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		126,360	1,547,637	
23-Other Current Assets			237,695	18,710,599
Other Assets				
24-Furniture & Equipment		116,554		
Less:Accum Depreciation		60,753	55,801	
25-Other			387,182	442,983
26-TOTAL ASSETS				33,489,181

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 1 - Zero to $1.0 million
50 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		2,640,000	
28-Notes & Debentures Payable to Others		98,695	
29-TOTAL			2,738,695
Current Liabilities			
30-Accounts Payable		97,603	
31-Accrued Interest Payable		77,413	
32-Accrued Taxes Payable		187,237	
33A-Current Mat of Line 27	62,500		
33B-Current Mat of Line 28	370	62,870	
34-Dividends Payable		5,000	
35-Other Current Liabilities		90,834	
36-TOTAL			520,957
Other Liabilities			
37-Trust Receipts		1,881	
38-Deferred Credits		219,825	
39-Other Liabilities		70,330	292,036
40-TOTAL LIABILITIES			3,551,688
CAPITAL			
41-Capital Stock	18,171,511		
42-Paid-in Surplus	10,435,630	28,607,141	
43-Less: Treasury Stock, at cost		48,589	
44-Paid-in Capital Stock & Surplus		28,558,552	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		-1,041,615	
47-Non-cash Gain Sale of Sec	22,185		
48-Undist Net Real Earnings	2,398,371		
49-Undistributed Realized Earnings		2,420,556	
50-TOTAL CAPITAL			29,937,493
51-TOTAL LIABILITIES & CAPITAL			33,489,181

Undistributed Net Realized Earnings[Line 48]	2,398,371
Less: Allowance for Losses on Loans & Investments	983,449
Retained Earnings	1,414,922

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 1 - Zero to $1.0 million
50 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		1,341,941	
2-Dividend Income		84,423	1,426,364
3-Management Services		2,005	
4-Application and Other Fees		44,984	46,989
5-Interest on Invested Idle Funds		1,495,332	
6-Income from Assets Acquired in Liquidation		15,681	
7-Other Income		54,041	1,565,054
8-TOTAL REVENUE			3,038,407
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	333,117		
10-Commitment Fees	0		
11-Other Financial Costs	52,928		
12-Total Financial Expenses		386,045	
Remuneration			
13-Officer Salaries	343,972		
14-Employee Salaries	78,453		
15-Employee Benefits	44,275		
16-Inv Advisory & Mgt Services	118,644		
17-Dir & Stockholder Meetings	53,873		
18-Total Remuneration		639,217	
Initiating & Servicing Costs			
19-Advertising & Promotion	21,508		
20-Appraisal & Investigation	300		
21-Communication	36,030		
22-Legal Fees	62,602		
23-Travel Expense	83,607		
24-Total Initiating & Serve Costs		204,047	
Fixed Facilities			
25-Cost of Space Occupied	135,137		
26-Dep & Amortization Expense	46,660		
27-Total Fixed Facilities		181,797	
Other Costs			
28-Audit & Examination Fees	155,517		
29-Insurance Expense	37,010		
30-Taxes Expense	45,799		
31-Provision for Receivable Loss	245,259		
32-Miscellaneous Expense	147,659		
33-Total Other Costs		631,244	
34-TOTAL EXPENSES			2,042,350
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			996,057
36A-Provision for Income Taxes		552,195	
36B-Less Deferred Credit to Future Taxes		232,894	319,301
37-NET INVESTMENT INCOME			676,756
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		90,046	
39-Cost of Securities Sold		213,326	
40-Net Prior to Income Tax Provision		-123,280	
41A-Provision for Income Taxes	351		
41B-Def Credit to Future Taxes	918	-567	
42-REAL GAIN ON SALE OF SECURITIES			-122,713

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 1 - Zero to $1.0 million
50 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	430,020	835,519	405,499
2-Assets Acq Liquid Port Secs	40,973	56,606	15,633
3-Operating Concerns Acquired	0	0	0
4-Other Securities	0	0	0
5-Total	470,993	892,125	421,132
Unrealized Depreciation:			
6-Portfolio Securities	1,547,690	2,096,463	548,773
7-Assets Acq Liquid Port Secs	9,560	30,057	20,497
8-Operating Concerns Acquired	0	0	0
9-Other Securities	0	0	0
10-Total	1,557,250	2,126,520	569,270
11-Unrealized Apprec on Sec Held	-1,086,257	-1,234,395	-148,138
12-Less: Provision for Taxes	-107,904	-192,780	-84,876
13-Unrealized Gain on Sec Held	-978,353	-1,041,615	-63,262

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 1 - Zero to $1.0 million
50 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		676,756	
2-Add: Dep,Amort,Provision for Loss		85,378	762,134
3-Realized Gain[Loss] on Sale of Securities			-122,713
Total			639,421
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	1,576,104		
6-Noncash Dec of Loans & Secs	853,786	2,429,890	
7-Sale of Equity Securities	0		
8-Noncash Dec of Equity Sec	239,047	239,047	2,668,937
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	55,796		
10-Noncash Dec of Rec-Debtors	64,413	120,209	
11-Sale of Assets Acquired	114,177		
12-Noncash Dec in Assets Acq	28,941	143,118	263,327
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		0	
14-Noncash Decreases of Inv in Oper Concerns		0	0
Decrease in Other Securities			
15-Sale or Collection of Other Securities		0	
16-Noncash Decrease of Other Securities		10,019	10,019
17-Decreases in Current Assets			660,654
18-Decrease in Other Assets			32,749
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		270,000	
20-Due to Others		0	270,000
21-Increase in Current Liabilities			233,520
22-Increase in Other Liabilities			186,828
23-Sale of Licensee's Stock			2,616,214
24-TOTAL FUNDS PROVIDED			7,581,669

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	3,994,058		
26-Noncash Inc in Loans & Secs	318,837	4,312,895	
27-Purchase of Equity Secs	1,503,805		
28-Noncash Inc in Equity Secs	391,658	1,895,463	6,208,358
Increases in Assets Acquired			
29-Investments in Assets Acquired		227,437	
30-Noncash Inc in Assets Acquired		114,077	341,514
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		0	0
33-Increases in Other Securities			207,240
34-Increase in Current Assets			444,944
35-Increase in Other Assets			190,945
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		690,986	
37-Due to Others		12,636	703,622
38-Decrease in Current Liabilities			418,918
39-Payment of Dividends			59,105
40-Decrease in Other Liabilities			111,370
41-Increase[Decrease] in Cash & Idle Funds			-1,104,347
42-TOTAL FUNDS APPLIED			7,581,669

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 2 - $1.0 mm to $2.0 mm
67 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	27,853,565	1,340,560	0	26,513,005
2-Debt Securities	7,455,374	715,723	243,876	6,983,527
3-Equity Interests	16,567,426	2,846,750	3,844,969	17,565,645
4-Total	51,876,365	4,903,033	4,088,845	51,062,177
Assets Acquired in Liquidation				
5-Receable-Debtors	2,011,165	0	0	2,011,165
6-Assets Acquired	2,399,113	79,073	86,827	2,406,867
7-Total	4,410,278	79,073	86,827	4,418,032
Operating Concerns Acquired				
8-Oper Concerns Acq	205,795	10,000	210,038	405,833
Other Securities				
9-Notes & Other Sec	107,515	0	27,083	134,598
10-Total Loans & Inv	56,599,953	4,992,106	4,412,793	56,020,640
11-Less Current Maturities				4,514,102
12-Loans & Inv Net Current Mat				51,506,538
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		4,105,165		
15-Invested Idle Funds		32,542,192	36,647,357	
16-Int & Div Receble	1,569,385			
17-Accounts Recable	608,803	2,178,188		
18-Allowance for Loss		103,747	2,074,441	
19-Current Mat Portfolio Secs		3,740,084		
20-Current Mat Assets Acquired		436,812		
21-Current Mat Operat Concerns		15,888		
22-Current Mat Other Securities		321,318	4,514,102	
23-Other Current Assets			919,449	44,155,349
Other Assets				
24-Furniture & Equipment		190,706		
Less:Accum Depreciation		116,644	74,062	
25-Other			943,176	1,017,238
26-TOTAL ASSETS				96,679,125

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 2 - $1.0 mm to $2.0 mm
67 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		27,561,000	
28-Notes & Debentures Payable to Others		471,184	
29-TOTAL			28,032,184
Current Liabilities			
30-Accounts Payable		433,341	
31-Accrued Interest Payable		1,009,773	
32-Accrued Taxes Payable		489,194	
33A-Current Mat of Line 27	4,060,600		
33B-Current Mat of Line 28	365,734	4,426,334	
34-Dividends Payable		151,971	
35-Other Current Liabilities		516,868	
36-TOTAL			7,027,481
Other Liabilities			
37-Trust Receipts		123,117	
38-Deferred Credits		824,714	
39-Other Liabilities		663,945	1,611,776
40-TOTAL LIABILITIES			36,671,441
CAPITAL			
41-Capital Stock	34,061,980		
42-Paid-in Surplus	24,414,285	58,476,265	
43-Less: Treasury Stock, at cost		458,136	
44-Paid-in Capital Stock & Surplus		58,018,129	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		-321,220	
47-Non-cash Gain Sale of Sec	369,393		
48-Undist Net Real Earnings	1,941,382		
49-Undistributed Realized Earnings		2,310,775	
50-TOTAL CAPITAL			60,007,684
51-TOTAL LIABILITIES & CAPITAL			96,679,125

Undistributed Net Realized Earnings[Line 48]	1,941,382
Less: Allowance for Losses on Loans & Investments	2,872,968
Retained Earnings	-931,586

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 2 - $1.0 mm to $2.0 mm
67 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		4,752,404	
2-Dividend Income		72,842	4,825,246
3-Management Services		32,821	
4-Application and Other Fees		112,515	145,336
5-Interest on Invested Idle Funds		3,647,587	
6-Income from Assets Acquired in Liquidation		61,064	
7-Other Income		202,982	3,911,633
8-TOTAL REVENUE			8,882,215
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	3,367,835		
10-Commitment Fees	0		
11-Other Financial Costs	158,445		
12-Total Financial Expenses		3,526,280	
Remuneration			
13-Officer Salaries	852,846		
14-Employee Salaries	352,967		
15-Employee Benefits	108,604		
16-Inv Advisory & Mgt Services	1,052,890		
17-Dir & Stockholder Meetings	89,424		
18-Total Remuneration		2,456,731	
Initiating & Servicing Costs			
19-Advertising & Promotion	31,610		
20-Appraisal & Investigation	20,575		
21-Communication	77,754		
22-Legal Fees	272,594		
23-Travel Expense	184,331		
24-Total Initiating & Serve Costs		586,864	
Fixed Facilities			
25-Cost of Space Occupied	201,417		
26-Dep & Amortization Expense	79,299		
27-Total Fixed Facilities		280,716	
Other Costs			
28-Audit & Examination Fees	384,632		
29-Insurance Expense	82,452		
30-Taxes Expense	206,826		
31-Provision for Receivable Loss	920,325		
32-Miscellaneous Expense	362,638		
33-Total Other Costs		1,956,873	
34-TOTAL EXPENSES			8,807,464
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			74,751
36A-Provision for Income Taxes		433,024	
36B-Less Deferred Credit to Future Taxes		-9,694	442,718
37-NET INVESTMENT INCOME			-367,967
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		3,707,694	
39-Cost of Securities Sold		3,937,767	
40-Net Prior to Income Tax Provision		-230,073	
41A-Provision for Income Taxes	-93,084		
41B-Def Credit to Future Taxes	12,106	-105,190	
42-REAL GAIN ON SALE OF SECURITIES			-124,883

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 2 - $1.0 mm to $2.0 mm
67 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	2,762,184	4,088,845	1,326,661
2-Assets Acq Liquid Port Secs	179,950	86,827	-93,123
3-Operating Concerns Acquired	210,038	210,038	0
4-Other Securities	27,083	27,083	0
5-Total	3,179,255	4,412,793	1,233,538
Unrealized Depreciation:			
6-Portfolio Securities	3,575,328	4,903,033	1,327,705
7-Assets Acq Liquid Port Secs	158,383	79,073	-79,310
8-Operating Concerns Acquired	50,000	10,000	-40,000
9-Other Securities	0	0	0
10-Total	3,783,711	4,992,106	1,208,395
11-Unrealized Apprec on Sec Held	-604,456	-579,313	25,143
12-Less: Provision for Taxes	-311,981	-258,093	53,888
13-Unrealized Gain on Sec Held	-292,475	-321,220	-28,745

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 2 - $1.0 mm to $2.0 mm
67 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-367,967	
2-Add: Dep,Amort,Provision for Loss		914,781	546,814
3-Realized Gain[Loss] on Sale of Securities			-124,883
Total			421,931
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	8,325,244		
6-Noncash Dec of Loans & Secs	4,437,383	12,762,627	
7-Sale of Equity Securities	571,212		
8-Noncash Dec of Equity Sec	990,797	1,562,009	14,324,636
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	546,792		
10-Noncash Dec of Rec-Debtors	9,406	556,198	
11-Sale of Assets Acquired	908,489		
12-Noncash Dec in Assets Acq	576,134	1,484,623	2,040,821
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		14,441	
14-Noncash Decreases of Inv in Oper Concerns		100,000	114,441
Decrease in Other Securities			
15-Sale or Collection of Other Securities		1,889	
16-Noncash Decrease of Other Securities		0	1,889
17-Decreases in Current Assets			580,020
18-Decrease in Other Assets			147,310
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		5,070,000	
20-Due to Others		480,711	5,550,711
21-Increase in Current Liabilities			1,982,862
22-Increase in Other Liabilities			396,022
23-Sale of Licensee's Stock			5,702,875
24-TOTAL FUNDS PROVIDED			31,263,518

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	13,932,312		
26-Noncash Inc in Loans & Secs	1,067,664	14,999,976	
27-Purchase of Equity Secs	5,426,964		
28-Noncash Inc in Equity Secs	1,827,230	7,254,194	22,254,170
Increases in Assets Acquired			
29-Investments in Assets Acquired		663,336	
30-Noncash Inc in Assets Acquired		1,523,328	2,186,664
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		48,443	
32-Noncash Increase of Inv in Oper Concerns		0	48,443
33-Increases in Other Securities			108,255
34-Increase in Current Assets			1,109,953
35-Increase in Other Assets			554,215
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		1,742,469	
37-Due to Others		186,050	1,928,519
38-Decrease in Current Liabilities			2,567,810
39-Payment of Dividends			410,496
40-Decrease in Other Liabilities			384,094
41-Increase[Decrease] in Cash & Idle Funds			-289,101
42-TOTAL FUNDS APPLIED			31,263,518

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 3 - $2.0 mm to $5.0 mm
101 SBICs

ASSETS		Unrealized	Unrealized	
Loans and Investments	Cost	Depreciate	Appreciate	Value
Portfolio Securities				
1-Loans	95,076,665	6,336,430	0	88,740,235
2-Debt Securities	35,256,116	2,082,761	5,148,612	38,321,967
3-Equity Interests	52,789,178	5,307,121	24,888,259	72,370,316
4-Total	183,121,959	13,726,312	30,036,871	199,432,518
Assets Acquired in Liquidation				
5-Receable-Debtors	3,856,560	59,190	0	3,797,370
6-Assets Acquired	8,186,642	466,047	662,444	8,383,039
7-Total	12,043,202	525,237	662,444	12,180,409
Operating Concerns Acquired				
8-Oper Concerns Acq	777,775	111,110	238,302	904,967
Other Securities				
9-Notes & Other Sec	3,281,576	23,447	332,640	3,590,769
10-Total Loans & Inv	199,224,512	14,386,106	31,270,257	216,108,663
11-Less Current Maturities				20,353,094
12-Loans & Inv Net Current Mat				195,755,569
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		9,901,644		
15-Invested Idle Funds		78,997,402	88,899,046	
16-Int & Div Receble	4,778,673			
17-Accounts Recable	3,669,358	8,448,031		
18-Allowance for Loss		496,697	7,951,334	
19-Current Mat Portfolio Secs		18,661,911		
20-Current Mat Assets Acquired		539,924		
21-Current Mat Operat Concerns		176,395		
22-Current Mat Other Securities		974,864	20,353,094	
23-Other Current Assets			1,050,152	118,253,626
Other Assets				
24-Furniture & Equipment		1,209,139		
Less:Accum Depreciation		550,051	659,088	
25-Other			1,201,909	1,860,997
26-TOTAL ASSETS				315,870,192

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 3 - $2.0 mm to $5.0 mm
101 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		125,502,990	
28-Notes & Debentures Payable to Others		1,627,324	
29-TOTAL			127,130,314
Current Liabilities			
30-Accounts Payable		1,499,998	
31-Accrued Interest Payable		3,847,042	
32-Accrued Taxes Payable		1,703,428	
33A-Current Ma of Line 27	9,383,332		
33B-Current Ma of Line 28	2,389,536	11,772,868	
34-Dividends Payable		8,343	
35-Other Current Liabilities		1,192,366	
36-TOTAL			20,024,045
Other Liabilities			
37-Trust Receipts		31,494	
38-Deferred Credits		5,055,822	
39-Other Liabilities		1,758,009	6,845,325
40-TOTAL LIABILITIES			153,999,684
CAPITAL			
41-Capital Stock	70,515,928		
42-Paid-in Surplus	75,150,113	145,666,041	
43-Less: Treasury Stock, at cost		229,323	
44-Paid-in Capital Stock & Surplus		145,436,718	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		13,587,423	
47-Non-cash Gain Sale of Sec	411,282		
48-Undist Net Real Earnings	2,435,085		
49-Undistributed Realized Earnings		2,846,367	
50-TOTAL CAPITAL			161,870,508
51-TOTAL LIABILITIES & CAPITAL			315,870,192

Undistributed Net Realized Earnings[Line 48]	2,435,085
Less: Allowance for Losses on Loans & Investments	6,397,674
Retained Earnings	-3,962,589

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 3 - $2.0 mm to $5.0 mm
101 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		18,156,528	
2-Dividend Income		1,076,830	19,233,358
3-Management Services		447,121	
4-Application and Other Fees		364,121	811,242
5-Interest on Invested Idle Funds		8,021,579	
6-Income from Assets Acquired in Liquidation		300,144	
7-Other Income		765,713	9,087,436
8-TOTAL REVENUE			29,132,036
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	14,263,290		
10-Commitment Fees	1,688		
11-Other Financial Costs	232,844		
12-Total Financial Expenses		14,497,822	
Remuneration			
13-Officer Salaries	2,842,910		
14-Employee Salaries	817,270		
15-Employee Benefits	254,977		
16-Inv Advisory & Mgt Services	2,209,963		
17-Dir & Stockholder Meetings	227,181		
18-Total Remuneration		6,352,301	
Initiating & Servicing Costs			
19-Advertising & Promotion	156,559		
20-Appraisal & Investigation	79,525		
21-Communication	210,298		
22-Legal Fees	853,814		
23-Travel Expense	607,878		
24-Total Initiating & Serve Costs		1,908,074	
Fixed Facilities			
25-Cost of Space Occupied	756,134		
26-Dep & Amortization Expense	250,297		
27-Total Fixed Facilities		1,006,431	
Other Costs			
28-Audit & Examination Fees	780,856		
29-Insurance Expense	154,329		
30-Taxes Expense	454,143		
31-Provision for Receivable Loss	1,589,303		
32-Miscellaneous Expense	1,020,080		
33-Total Other Costs		3,998,711	
34-TOTAL EXPENSES			27,763,339
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			1,368,697
36A-Provision for Income Taxes		1,400,230	
36B-Less Deferred Credit to Future Taxes		-70,427	1,470,657
37-NET INVESTMENT INCOME			-101,960
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		15,477,374	
39-Cost of Securities Sold		17,184,054	
40-Net Prior to Income Tax Provision		-1,706,680	
41A-Provision for Income Taxes	168,988		
41B-Def Credit to Future Taxes	63,563	105,425	
42-REAL GAIN ON SALE OF SECURITIES			-1,812,105

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 3 - $2.0 mm to $5.0 mm
101 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	30,237,421	30,036,871	-200,550
2-Assets Acq Liquid Port Secs	483,175	662,444	179,269
3-Operating Concerns Acquired	0	238,302	238,302
4-Other Securities	171,923	332,640	160,717
5-Total	30,892,519	31,270,257	377,738
Unrealized Depreciation:			
6-Portfolio Securities	11,168,273	13,726,312	2,558,039
7-Assets Acq Liquid Port Secs	251,063	525,237	274,174
8-Operating Concerns Acquired	95,000	111,110	16,110
9-Other Securities	61,069	23,447	-37,622
10-Total	11,575,405	14,386,106	2,810,701
11-Unrealized Apprec on Sec Held	19,317,114	16,884,151	-2,432,963
12-Less: Provision for Taxes	4,706,651	3,296,728	-1,409,923
13-Unrealized Gain on Sec Held	14,610,463	13,587,423	-1,023,040

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 3 - $2.0 mm to $5.0 mm
101 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-101,960	
2-Add: Dep,Amort,Provision for Loss		1,367,795	1,265,835
3-Realized Gain[Loss] on Sale of Securities			-1,812,105
Total			-546,270
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	33,617,516		
6-Noncash Dec of Loans & Secs	10,828,292	44,445,808	
7-Sale of Equity Securities	3,209,182		
8-Noncash Dec of Equity Sec	4,162,467	7,371,649	51,817,457
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	982,473		
10-Noncash Dec of Rec-Debtors	67,022	1,049,495	
11-Sale of Assets Acquired	1,789,209		
12-Noncash Dec in Assets Acq	641,829	2,431,038	3,480,533
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		431,331	
14-Noncash Decreases of Inv in Oper Concerns		78,197	509,528
Decrease in Other Securities			
15-Sale or Collection of Other Securities		4,743,939	
16-Noncash Decrease of Other Securities		400,555	5,144,494
17-Decreases in Current Assets			2,068,055
18-Decrease in Other Assets			599,653
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		30,029,427	
20-Due to Others		939,993	30,969,420
21-Increase in Current Liabilities			6,523,153
22-Increase in Other Liabilities			2,379,130
23-Sale of Licensee's Stock			20,253,156
24-TOTAL FUNDS PROVIDED			123,198,309

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	47,959,048		
26-Noncash Inc in Loans & Secs	3,612,603	51,571,651	
27-Purchase of Equity Secs	20,972,391		
28-Noncash Inc in Equity Secs	4,057,151	25,029,542	76,601,193
Increases in Assets Acquired			
29-Investments in Assets Acquired		2,372,662	
30-Noncash Inc in Assets Acquired		2,292,384	4,665,046
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		152,118	152,118
33-Increases in Other Securities			4,232,854
34-Increase in Current Assets			5,541,935
35-Increase in Other Assets			572,045
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		7,605,036	
37-Due to Others		919,856	8,524,892
38-Decrease in Current Liabilities			4,715,778
39-Payment of Dividends			1,503,100
40-Decrease in Other Liabilities			1,756,306
41-Increase[Decrease] in Cash & Idle Funds			14,933,042
42-TOTAL FUNDS APPLIED			123,198,309

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 4 - $5.0 mm to $10.0 mm
34 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	58,944,111	4,520,259	95,302	54,519,154
2-Debt Securities	25,068,909	2,998,225	3,410,684	25,481,368
3-Equity Interests	59,800,356	9,739,812	50,314,258	100,374,802
4-Total	143,813,376	17,258,296	53,820,244	180,375,324
Assets Acquired in Liquidation				
5-Receable-Debtors	2,146,478	45,824	0	2,100,654
6-Assets Acquired	5,319,983	768,988	1,671,835	6,222,830
7-Total	7,466,461	814,812	1,671,835	8,323,484
Operating Concerns Acquired				
8-Oper Concerns Acq	654,494	480,493	20,000	194,001
Other Securities				
9-Notes & Other Sec	4,530,586	963,249	3,013,749	6,581,086
10-Total Loans & Inv	156,464,917	19,516,850	58,525,828	195,473,895
11-Less Current Maturities				6,640,312
12-Loans & Inv Net Current Mat				188,833,583
Investment in 301(d) Licensee				
13-Name				1,227,559
Current Assets				
14-Cash		4,038,719		
15-Invested Idle Funds		38,194,290	42,233,009	
16-Int & Div Receble	3,714,247			
17-Accounts Recable	2,022,128	5,736,375		
18-Allowance for Loss		346,641	5,389,734	
19-Current Mat Portfolio Secs		5,613,238		
20-Current Mat Assets Acquired		687,690		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		339,384	6,640,312	
23-Other Current Assets			2,173,252	56,436,307
Other Assets				
24-Furniture & Equipment		684,155		
Less:Accum Depreciation		352,263	331,892	
25-Other			5,444,274	5,776,166
26-TOTAL ASSETS				252,273,615

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 4 - $5.0 mm to $10.0 mm
34 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		98,009,324	
28-Notes & Debentures Payable to Others		3,616	
29-TOTAL			98,012,940
Current Liabilities			
30-Accounts Payable		845,478	
31-Accrued Interest Payable		3,272,639	
32-Accrued Taxes Payable		1,078,866	
33A-Current Mat of Line 27	9,200,512		
33B-Current Mat of Line 28	2,326,813	11,527,325	
34-Dividends Payable		0	
35-Other Current Liabilities		2,707,572	
36-TOTAL			19,431,880
Other Liabilities			
37-Trust Receipts		45,261	
38-Deferred Credits		10,053,010	
39-Other Liabilities		2,907,837	13,006,108
40-TOTAL LIABILITIES			130,450,928
CAPITAL			
41-Capital Stock	39,249,515		
42-Paid-in Surplus	54,420,839	93,670,354	
43-Less: Treasury Stock, at cost		1,215,782	
44-Paid-in Capital Stock & Surplus		92,454,572	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		30,801,745	
47-Non-cash Gain Sale of Sec	754,098		
48-Undist Net Real Earnings	-2,187,728		
49-Undistributed Realized Earnings		-1,433,630	
50-TOTAL CAPITAL			121,822,687
51-TOTAL LIABILITIES & CAPITAL			252,273,615

Undistributed Net Realized Earnings[Line 48]	-2,187,728
Less: Allowance for Losses on Loans & Investments	7,245,215
Retained Earnings	-9,432,943

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 4 - $5.0 mm to $10.0 mm
34 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		10,880,255	
2-Dividend Income		1,017,454	11,897,709
3-Management Services		350,663	
4-Application and Other Fees		340,982	691,645
5-Interest on Invested Idle Funds		4,006,219	
6-Income from Assets Acquired in Liquidation		22,666	
7-Other Income		934,255	4,963,140
8-TOTAL REVENUE			17,552,494
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	12,071,396		
10-Commitment Fees	0		
11-Other Financial Costs	234,583		
12-Total Financial Expenses		12,305,979	
Remuneration			
13-Officer Salaries	1,783,781		
14-Employee Salaries	500,790		
15-Employee Benefits	229,150		
16-Inv Advisory & Mgt Services	2,540,304		
17-Dir & Stockholder Meetings	110,131		
18-Total Remuneration		5,164,156	
Initiating & Servicing Costs			
19-Advertising & Promotion	68,243		
20-Appraisal & Investigation	93,148		
21-Communication	144,532		
22-Legal Fees	587,832		
23-Travel Expense	336,956		
24-Total Initiating & Serve Costs		1,230,711	
Fixed Facilities			
25-Cost of Space Occupied	388,501		
26-Dep & Amortization Expense	200,891		
27-Total Fixed Facilities		589,392	
Other Costs			
28-Audit & Examination Fees	426,878		
29-Insurance Expense	106,668		
30-Taxes Expense	281,604		
31-Provision for Receivable Loss	1,290,365		
32-Miscellaneous Expense	1,054,774		
33-Total Other Costs		3,160,289	
34-TOTAL EXPENSES			22,450,527
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-4,898,033
36A-Provision for Income Taxes		-813,437	
36B-Less Deferred Credit to Future Taxes		-182,169	-631,268
37-NET INVESTMENT INCOME			-4,266,765
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		25,935,874	
39-Cost of Securities Sold		20,314,283	
40-Net Prior to Income Tax Provision		5,621,591	
41A-Provision for Income Taxes	255,633		
41B-Def Credit to Future Taxes	20,633	235,000	
42-REAL GAIN ON SALE OF SECURITIES			5,386,591

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 4 - $5.0 mm to $10.0 mm
34 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	55,134,827	53,820,244	-1,314,583
2-Assets Acq Liquid Port Secs	105,418	1,671,835	1,566,417
3-Operating Concerns Acquired	20,000	20,000	0
4-Other Securities	0	3,013,749	3,013,749
5-Total	55,260,245	58,525,828	3,265,583
Unrealized Depreciation:			
6-Portfolio Securities	13,686,132	17,258,296	3,572,164
7-Assets Acq Liquid Port Secs	978,343	814,812	-163,531
8-Operating Concerns Acquired	288,594	480,493	191,899
9-Other Securities	132,705	963,249	830,544
10-Total	15,085,774	19,516,850	4,431,076
11-Unrealized Apprec on Sec Held	40,174,471	39,008,978	-1,165,493
12-Less: Provision for Taxes	8,382,245	8,207,233	-175,012
13-Unrealized Gain on Sec Held	31,792,226	30,801,745	-990,481

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 4 - $5.0 mm to $10.0 mm
34 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-4,266,765	
2-Add: Dep,Amort,Provision for Loss		3,903,418	-363,347
3-Realized Gain[Loss] on Sale of Securities			5,386,591
Total			5,023,244
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	20,025,767		
6-Noncash Dec of Loans & Secs	7,331,489	27,357,256	
7-Sale of Equity Securities	5,881,903		
8-Noncash Dec of Equity Sec	3,687,321	9,569,224	36,926,480
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	542,468		
10-Noncash Dec of Rec-Debtors	450,076	992,544	
11-Sale of Assets Acquired	857,129		
12-Noncash Dec in Assets Acq	760,401	1,617,530	2,610,074
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		300,000	
14-Noncash Decreases of Inv in Oper Concerns		0	300,000
Decrease in Other Securities			
15-Sale or Collection of Other Securities		93,360	
16-Noncash Decrease of Other Securities		87,829	181,189
17-Decreases in Current Assets			1,463,606
18-Decrease in Other Assets			232,513
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		16,950,000	
20-Due to Others		1,214,000	18,164,000
21-Increase in Current Liabilities			5,291,791
22-Increase in Other Liabilities			1,215,992
23-Sale of Licensee's Stock			6,785,032
24-TOTAL FUNDS PROVIDED			78,193,921

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	30,235,829		
26-Noncash Inc in Loans & Secs	4,897,498	35,133,327	
27-Purchase of Equity Secs	12,527,145		
28-Noncash Inc in Equity Secs	4,239,419	16,766,564	51,899,891
Increases in Assets Acquired			
29-Investments in Assets Acquired		324,351	
30-Noncash Inc in Assets Acquired		2,212,955	2,537,306
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		0	0
33-Increases in Other Securities			3,648,531
34-Increase in Current Assets			1,774,136
35-Increase in Other Assets			1,471,270
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		5,058,985	
37-Due to Others		1,906,500	6,965,485
38-Decrease in Current Liabilities			3,444,864
39-Payment of Dividends			6,245,935
40-Decrease in Other Liabilities			3,841,483
41-Increase[Decrease] in Cash & Idle Funds			-3,634,980
42-TOTAL FUNDS APPLIED			78,193,921

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 5 - Over $10.0 Million
72 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	299,470,456	12,597,031	911,133	287,784,558
2-Debt Securities	208,372,512	13,587,557	37,685,133	232,470,088
3-Equity Interests	747,532,001	92,066,974	572,106,862	1,227,571,889
4-Total	1,255,374,969	118,251,562	610,703,128	1,747,826,535
Assets Acquired in Liquidation				
5-Receable-Debtors	30,168,237	122,071	244,933	30,291,099
6-Assets Acquired	12,849,296	2,052,461	3,401,690	14,198,525
7-Total	43,017,533	2,174,532	3,646,623	44,489,624
Operating Concerns Acquired				
8-Oper Concerns Acq	7,492,251	926,543	5,081,130	11,646,838
Other Securities				
9-Notes & Other Sec	58,522,018	2,451,428	26,759,549	82,830,139
10-Total Loans & Inv	1,364,406,771	123,804,065	646,190,430	1,886,793,136
11-Less Current Maturities				65,386,332
12-Loans & Inv Net Current Mat				1,821,406,804
Investment in 301(d) Licensee				
13-Name				248,666
Current Assets				
14-Cash		35,926,886		
15-Invested Idle Funds		288,671,214	324,598,100	
16-Int & Div Receble	27,359,351			
17-Accounts Recable	14,634,782	41,994,133		
18-Allowance for Loss		3,458,693	38,535,440	
19-Current Mat Portfolio Secs		46,635,557		
20-Current Mat Assets Acquired		1,124,312		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		17,626,463	65,386,332	
23-Other Current Assets			9,370,087	437,889,959
Other Assets				
24-Furniture & Equipment		2,592,320		
Less:Accum Depreciation		984,686	1,607,634	
25-Other			12,219,242	13,826,876
26-TOTAL ASSETS				2,273,372,305

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 5 - Over $10.0 Million
72 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		563,097,572	
28-Notes & Debentures Payable to Others		67,797,396	
29-TOTAL			630,894,968
Current Liabilities			
30-Accounts Payable		6,156,587	
31-Accrued Interest Payable		19,409,375	
32-Accrued Taxes Payable		27,180,496	
33A-Current Mat of Line 27	49,365,742		
33B-Current Mat of Line 28	80,924,993	130,290,735	
34-Dividends Payable		7,044,312	
35-Other Current Liabilities		19,013,797	
36-TOTAL			209,095,302
Other Liabilities			
37-Trust Receipts		1,196,734	
38-Deferred Credits		101,484,385	
39-Other Liabilities		31,208,193	133,889,312
40-TOTAL LIABILITIES			973,879,582
CAPITAL			
41-Capital Stock	297,171,048		
42-Paid-in Surplus	410,360,343	707,531,391	
43-Less: Treasury Stock, at cost		19,500,526	
44-Paid-in Capital Stock & Surplus		688,030,865	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		400,649,672	
47-Non-cash Gain Sale of Sec	26,575,684		
48-Undist Net Real Earnings	184,236,502		
49-Undistributed Realized Earnings		210,812,186	
50-TOTAL CAPITAL			1,299,492,723
51-TOTAL LIABILITIES & CAPITAL			2,273,372,305

Undistributed Net Realized Earnings[Line 48]	184,236,502
Less: Allowance for Losses on Loans & Investments	54,173,682
Retained Earnings	130,062,820

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 5 - Over $10.0 Million
72 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		68,742,226	
2-Dividend Income		13,088,207	81,830,433
3-Management Services		1,912,886	
4-Application and Other Fees		1,288,895	3,201,781
5-Interest on Invested Idle Funds		30,195,866	
6-Income from Assets Acquired in Liquidation		667,128	
7-Other Income		3,110,764	33,973,758
8-TOTAL REVENUE			119,005,972
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	77,453,345		
10-Commitment Fees	1,422,877		
11-Other Financial Costs	2,638,988		
12-Total Financial Expenses		81,515,210	
Remuneration			
13-Officer Salaries	9,115,942		
14-Employee Salaries	2,413,648		
15-Employee Benefits	1,971,253		
16-Inv Advisory & Mgt Services	14,799,785		
17-Dir & Stockholder Meetings	433,188		
18-Total Remuneration		28,733,816	
Initiating & Servicing Costs			
19-Advertising & Promotion	402,345		
20-Appraisal & Investigation	599,531		
21-Communication	615,114		
22-Legal Fees	2,194,661		
23-Travel Expense	2,040,880		
24-Total Initiating & Serve Costs		5,852,531	
Fixed Facilities			
25-Cost of Space Occupied	2,037,418		
26-Dep & Amortization Expense	547,716		
27-Total Fixed Facilities		2,585,134	
Other Costs			
28-Audit & Examination Fees	1,249,870		
29-Insurance Expense	361,365		
30-Taxes Expense	1,127,116		
31-Provision for Receivable Loss	2,652,208		
32-Miscellaneous Expense	13,646,677		
33-Total Other Costs		19,037,236	
34-TOTAL EXPENSES			137,723,927
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-18,717,955
36A-Provision for Income Taxes		-7,958,765	
36B-Less Deferred Credit to Future Taxes		2,203,392	-10,162,157
37-NET INVESTMENT INCOME			-8,555,798
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		290,669,478	
39-Cost of Securities Sold		157,056,990	
40-Net Prior to Income Tax Provision		133,612,488	
41A-Provision for Income Taxes	34,544,987		
41B-Def Credit to Future Taxes	3,705,289	30,839,698	
42-REAL GAIN ON SALE OF SECURITIES			102,772,790

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Asset Class 5 - Over $10.0 Million
72 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	668,597,713	610,703,128	-57,894,585
2-Assets Acq Liquid Port Secs	3,997,372	3,646,623	-350,749
3-Operating Concerns Acquired	14,108,889	5,081,130	-9,027,759
4-Other Securities	24,452,112	26,759,549	2,307,437
5-Total	711,156,086	646,190,430	-64,965,656
Unrealized Depreciation:			
6-Portfolio Securities	71,353,682	118,251,562	46,897,880
7-Assets Acq Liquid Port Secs	1,721,191	2,174,532	453,341
8-Operating Concerns Acquired	158	926,543	926,385
9-Other Securities	1,647,366	2,451,428	804,062
10-Total	74,722,397	123,804,065	49,081,668
11-Unrealized Apprec on Sec Held	636,433,689	522,386,365	-114,047,324
12-Less: Provision for Taxes	156,309,631	121,736,693	-34,572,938
13-Unrealized Gain on Sec Held	480,124,058	400,649,672	-79,474,386

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Asset Class 5 - Over $10.0 Million
72 SBICs

SOURCE OF FUNDS			
From Operations Realized			
1-Net Investment Income		-8,555,798	
2-Add: Dep,Amort,Provision for Loss		4,654,729	-3,901,069
3-Realized Gain[Loss] on Sale of Securities			102,772,790
Total			98,871,721
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	100,526,036		
6-Noncash Dec of Loans & Secs	77,900,760	178,426,796	
7-Sale of Equity Securities	58,528,753		
8-Noncash Dec of Equity Sec	77,190,254	135,719,007	314,145,803
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	2,540,713		
10-Noncash Dec of Rec-Debtors	1,345,765	3,886,478	
11-Sale of Assets Acquired	1,719,552		
12-Noncash Dec in Assets Acq	2,457,121	4,176,673	8,063,151
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		517,125	
14-Noncash Decreases of Inv in Oper Concerns		2,123,472	2,640,597
Decrease in Other Securities			
15-Sale or Collection of Other Securities		6,795,119	
16-Noncash Decrease of Other Securities		1,497,029	8,292,148
17-Decreases in Current Assets			15,041,119
18-Decrease in Other Assets			1,504,595
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		121,202,666	
20-Due to Others		17,009,767	138,212,433
21-Increase in Current Liabilities			50,425,429
22-Increase in Other Liabilities			8,402,208
23-Sale of Licensee's Stock			86,077,842
24-TOTAL FUNDS PROVIDED			731,677,046
APPLICATION OF FUNDS			
Increase in Portfolio Securities			
25-Investment in Loans & Debt	185,905,799		
26-Noncash Inc in Loans & Secs	28,520,544	214,426,343	
27-Purchase of Equity Secs	194,425,873		
28-Noncash Inc in Equity Secs	62,787,610	257,213,483	471,639,826
Increases in Assets Acquired			
29-Investments in Assets Acquired		2,781,148	
30-Noncash Inc in Assets Acquired		3,485,384	6,266,532
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		1,328,182	
32-Noncash Increase of Inv in Oper Concerns		8,408,601	9,736,783
33-Increases in Other Securities			22,192,554
34-Increase in Current Assets			12,752,976
35-Increase in Other Assets			8,311,480
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		29,292,908	
37-Due to Others		22,015,485	51,308,393
38-Decrease in Current Liabilities			36,455,857
39-Payment of Dividends			49,577,088
40-Decrease in Other Liabilities			6,119,994
41-Increase[Decrease] in Cash & Idle Funds			57,315,563
42-TOTAL FUNDS APPLIED			731,677,046

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Dominated
80 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	112,566,864	5,758,178	758,489	107,567,175
2-Debt Securities	111,098,426	5,591,913	33,058,106	138,564,619
3-Equity Interests	557,545,993	49,253,882	328,991,584	837,283,695
4-Total	781,211,283	60,603,973	362,808,179	1,083,415,489
Assets Acquired in Liquidation				
5-Receable-Debtors	17,495,324	4,892	0	17,490,432
6-Assets Acquired	5,302,190	1,082,317	846,375	5,066,248
7-Total	22,797,514	1,087,209	846,375	22,556,680
Operating Concerns Acquired				
8-Oper Concerns Acq	5,303,656	349,999	3,342,106	8,295,763
Other Securities				
9-Notes & Other Sec	13,922,264	1,277,545	19,127,133	31,771,852
10-Total Loans & Inv	823,234,717	63,318,726	386,123,793	1,146,039,784
11-Less Current Maturities				25,296,514
12-Loans & Inv Net Current Mat				1,120,743,270
Investment in 301(d) Licensee				
13-Name				248,666
Current Assets				
14-Cash		16,736,928		
15-Invested Idle Funds		178,299,268	195,036,196	
16-Int & Div Receble	11,896,592			
17-Accounts Recable	6,251,736	18,148,328		
18-Allowance for Loss		1,887,868	16,260,460	
19-Current Mat Portfolio Secs		23,348,375		
20-Current Mat Assets Acquired		371,147		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		1,576,992	25,296,514	
23-Other Current Assets			5,860,489	242,453,659
Other Assets				
24-Furniture & Equipment		1,251,008		
Less:Accum Depreciation		478,493	772,515	
25-Other			12,323,419	13,095,934
26-TOTAL ASSETS				1,376,541,529

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Dominated
80 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		203,908,412	
28-Notes & Debentures Payable to Others		58,886,033	
29-TOTAL			262,794,445
Current Liabilities			
30-Accounts Payable		3,858,604	
31-Accrued Interest Payable		7,340,155	
32-Accrued Taxes Payable		22,200,380	
33A-Current Mat of Line 27	15,624,402		
33B-Current Mat of Line 28	62,319,976	77,944,378	
34-Dividends Payable		2,000,000	
35-Other Current Liabilities		5,072,273	
36-TOTAL			118,415,790
Other Liabilities			
37-Trust Receipts		779,146	
38-Deferred Credits		67,049,915	
39-Other Liabilities		27,043,794	94,872,855
40-TOTAL LIABILITIES			476,083,090
CAPITAL			
41-Capital Stock	147,614,676		
42-Paid-in Surplus	317,865,280	465,479,956	
43-Less: Treasury Stock, at cost		1,679,103	
44-Paid-in Capital Stock & Surplus		463,800,853	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		235,614,912	
47-Non-cash Gain Sale of Sec	12,549,500		
48-Undist Net Real Earnings	188,493,174		
49-Undistributed Realized Earnings		201,042,674	
50-TOTAL CAPITAL			900,458,439
51-TOTAL LIABILITIES & CAPITAL			1,376,541,529

Undistributed Net Realized Earnings[Line 48]	188,493,174
Less: Allowance for Losses on Loans & Investments	26,930,759
Retained Earnings	161,562,415

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Bank Dominated
80 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		26,546,638	
2-Dividend Income		11,429,182	37,975,820
3-Management Services		864,145	
4-Application and Other Fees		413,044	1,277,189
5-Interest on Invested Idle Funds		18,056,987	
6-Income from Assets Acquired in Liquidation		22,053	
7-Other Income		1,824,539	19,903,579
8-TOTAL REVENUE			59,156,588
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	32,815,428		
10-Commitment Fees	50,705		
11-Other Financial Costs	1,397,012		
12-Total Financial Expenses		34,263,145	
Remuneration			
13-Officer Salaries	5,623,658		
14-Employee Salaries	1,298,383		
15-Employee Benefits	1,386,289		
16-Inv Advisory & Mgt Services	6,376,402		
17-Dir & Stockholder Meetings	125,391		
18-Total Remuneration		14,810,123	
Initiating & Servicing Costs			
19-Advertising & Promotion	128,259		
20-Appraisal & Investigation	368,624		
21-Communication	349,328		
22-Legal Fees	1,094,796		
23-Travel Expense	1,493,746		
24-Total Initiating & Serve Costs		3,434,753	
Fixed Facilities			
25-Cost of Space Occupied	1,063,624		
26-Dep & Amortization Expense	203,737		
27-Total Fixed Facilities		1,267,361	
Other Costs			
28-Audit & Examination Fees	551,676		
29-Insurance Expense	56,178		
30-Taxes Expense	807,942		
31-Provision for Receivable Loss	1,781,568		
32-Miscellaneous Expense	12,581,772		
33-Total Other Costs		15,779,136	
34-TOTAL EXPENSES			69,554,518
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-10,397,930
36A-Provision for Income Taxes		-8,030,207	
36B-Less Deferred Credit to Future Taxes		1,571,132	-9,601,339
37-NET INVESTMENT INCOME			-796,591
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		209,943,605	
39-Cost of Securities Sold		106,184,604	
40-Net Prior to Income Tax Provision		103,759,001	
41A-Provision for Income Taxes	30,784,697		
41B-Def Credit to Future Taxes	3,933,451	26,851,246	
42-REAL GAIN ON SALE OF SECURITIES			76,907,755

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Dominated
80 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	437,464,573	362,808,179	-74,656,394
2-Assets Acq Liquid Port Secs	945,086	846,375	-98,711
3-Operating Concerns Acquired	10,189,981	3,342,106	-6,847,875
4-Other Securities	15,641,543	19,127,133	3,485,590
5-Total	464,241,183	386,123,793	-78,117,390
Unrealized Depreciation:			
6-Portfolio Securities	38,513,303	60,603,973	22,090,670
7-Assets Acq Liquid Port Secs	1,396,790	1,087,209	-309,581
8-Operating Concerns Acquired	0	349,999	349,999
9-Other Securities	124,402	1,277,545	1,153,143
10-Total	40,034,495	63,318,726	23,284,231
11-Unrealized Apprec on Sec Held	424,206,688	322,805,067	-101,401,621
12-Less: Provision for Taxes	116,803,683	87,190,155	-29,613,528
13-Unrealized Gain on Sec Held	307,403,005	235,614,912	-71,788,093

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Bank Dominated
80 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-796,591	
2-Add: Dep,Amort,Provision for Loss		4,251,335	3,454,744
3-Realized Gain[Loss] on Sale of Securities			76,907,755
Total			80,362,499
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	45,907,063		
6-Noncash Dec of Loans & Secs	45,916,918	91,823,981	
7-Sale of Equity Securities	42,049,052		
8-Noncash Dec of Equity Sec	58,072,677	100,121,729	191,945,710
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	411,167		
10-Noncash Dec of Rec-Debtors	19,201	430,368	
11-Sale of Assets Acquired	499,516		
12-Noncash Dec in Assets Acq	589,070	1,088,586	1,518,954
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		471,125	
14-Noncash Decreases of Inv in Oper Concerns		0	471,125
Decrease in Other Securities			
15-Sale or Collection of Other Securities		8,100,242	
16-Noncash Decrease of Other Securities		774,409	8,874,651
17-Decreases in Current Assets			11,449,746
18-Decrease in Other Assets			916,521
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		54,667,666	
20-Due to Others		11,731,767	66,399,433
21-Increase in Current Liabilities			25,718,273
22-Increase in Other Liabilities			8,751,334
23-Sale of Licensee's Stock			45,115,418
24-TOTAL FUNDS PROVIDED			441,523,664

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	100,373,273		
26-Noncash Inc in Loans & Secs	16,319,029	116,692,302	
27-Purchase of Equity Secs	155,983,512		
28-Noncash Inc in Equity Secs	41,278,904	197,262,416	313,954,718
Increases in Assets Acquired			
29-Investments in Assets Acquired		567,399	
30-Noncash Inc in Assets Acquired		937,658	1,505,057
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		1,162,932	
32-Noncash Increase of Inv in Oper Concerns		982,830	2,145,762
33-Increases in Other Securities			11,544,070
34-Increase in Current Assets			3,140,165
35-Increase in Other Assets			5,868,864
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		10,933,070	
37-Due to Others		18,895,504	29,828,574
38-Decrease in Current Liabilities			24,577,293
39-Payment of Dividends			13,662,150
40-Decrease in Other Liabilities			5,611,332
41-Increase[Decrease] in Cash & Idle Funds			29,685,679
42-TOTAL FUNDS APPLIED			441,523,664

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Associated
9 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	6,439,075	1,842,700	0	4,596,375
2-Debt Securities	3,814,304	250,000	537,500	4,101,804
3-Equity Interests	20,186,711	1,290,430	5,886,806	24,783,087
4-Total	30,440,090	3,383,130	6,424,306	33,481,266
Assets Acquired in Liquidation				
5-Receable-Debtors	14,000	0	0	14,000
6-Assets Acquired	485,967	94,428	0	391,539
7-Total	499,967	94,428	0	405,539
Operating Concerns Acquired				
8-Oper Concerns Acq	0	0	0	0
Other Securities				
9-Notes & Other Sec	15,750	0	0	15,750
10-Total Loans & Inv	30,955,807	3,477,558	6,424,306	33,902,555
11-Less Current Maturities				939,217
12-Loans & Inv Net Current Mat				32,963,338
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		553,984		
15-Invested Idle Funds		38,853,909	39,407,893	
16-Int & Div Receble	1,177,432			
17-Accounts Recable	226,456	1,403,888		
18-Allowance for Loss		177,536	1,226,352	
19-Current Mat Portfolio Secs		939,217		
20-Current Mat Assets Acquired		0		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		0	939,217	
23-Other Current Assets			56,521	41,629,983
Other Assets				
24-Furniture & Equipment		268,643		
Less:Accum Depreciation		82,341	186,302	
25-Other			138,085	324,387
26-TOTAL ASSETS				74,917,708

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Associated
9 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		13,250,000	
28-Notes & Debentures Payable to Others		0	
29-TOTAL			13,250,000
Current Liabilities			
30-Accounts Payable		30,691	
31-Accrued Interest Payable		362,600	
32-Accrued Taxes Payable		-11,165	
33A-Current Mat of Line 27	100,000		
33B-Current Mat of Line 28	0	100,000	
34-Dividends Payable		10	
35-Other Current Liabilities		53	
36-TOTAL			482,189
Other Liabilities			
37-Trust Receipts		961	
38-Deferred Credits		1,034,563	
39-Other Liabilities		428,698	1,464,222
40-TOTAL LIABILITIES			15,196,411
CAPITAL			
41-Capital Stock	65,083,912		
42-Paid-in Surplus	15,228,512	80,312,424	
43-Less: Treasury Stock, at cost		18,042,939	
44-Paid-in Capital Stock & Surplus		62,269,485	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		1,625,913	
47-Non-cash Gain Sale of Sec	-1,822,334		
48-Undist Net Real Earnings	-2,351,767		
49-Undistributed Realized Earnings		-4,174,101	
50-TOTAL CAPITAL			59,721,297
51-TOTAL LIABILITIES & CAPITAL			74,917,708

Undistributed Net Realized Earnings[Line 48]	-2,351,767
Less: Allowance for Losses on Loans & Investments	1,326,441
Retained Earnings	-3,678,208

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Bank Associated
9 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		1,041,070	
2-Dividend Income		186,531	1,227,601
3-Management Services		23,817	
4-Application and Other Fees		27,788	51,605
5-Interest on Invested Idle Funds		2,677,116	
6-Income from Assets Acquired in Liquidation		-6,073	
7-Other Income		67,741	2,738,784
8-TOTAL REVENUE			4,017,990
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	1,480,974		
10-Commitment Fees	0		
11-Other Financial Costs	8,303		
12-Total Financial Expenses		1,489,277	
Remuneration			
13-Officer Salaries	406,402		
14-Employee Salaries	89,489		
15-Employee Benefits	17,435		
16-Inv Advisory & Mgt Services	1,547,337		
17-Dir & Stockholder Meetings	35,783		
18-Total Remuneration		2,096,446	
Initiating & Servicing Costs			
19-Advertising & Promotion	21,018		
20-Appraisal & Investigation	6,765		
21-Communication	26,316		
22-Legal Fees	80,613		
23-Travel Expense	42,748		
24-Total Initiating & Serve Costs		177,460	
Fixed Facilities			
25-Cost of Space Occupied	72,936		
26-Dep & Amortization Expense	55,854		
27-Total Fixed Facilities		128,790	
Other Costs			
28-Audit & Examination Fees	77,522		
29-Insurance Expense	26,815		
30-Taxes Expense	64,823		
31-Provision for Receivable Loss	176,271		
32-Miscellaneous Expense	218,925		
33-Total Other Costs		564,356	
34-TOTAL EXPENSES			4,456,329
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-438,339
36A-Provision for Income Taxes		-29,120	
36B-Less Deferred Credit to Future Taxes		70,316	-99,436
37-NET INVESTMENT INCOME			-338,903
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		536,986	
39-Cost of Securities Sold		3,761,230	
40-Net Prior to Income Tax Provision		-3,224,244	
41A-Provision for Income Taxes	-110,626		
41B-Def Credit to Future Taxes	-3,884	-106,742	
42-REAL GAIN ON SALE OF SECURITIES			-3,117,502

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Bank Associated
9 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	4,856,083	6,424,306	1,568,223
2-Assets Acq Liquid Port Secs	0	0	0
3-Operating Concerns Acquired	0	0	0
4-Other Securities	15,650	0	-15,650
5-Total	4,871,733	6,424,306	1,552,573
Unrealized Depreciation:			
6-Portfolio Securities	3,262,856	3,383,130	120,274
7-Assets Acq Liquid Port Secs	0	94,428	94,428
8-Operating Concerns Acquired	0	0	0
9-Other Securities	0	0	0
10-Total	3,262,856	3,477,558	214,702
11-Unrealized Apprec on Sec Held	1,608,877	2,946,748	1,337,871
12-Less: Provision for Taxes	1,091,072	1,320,835	229,763
13-Unrealized Gain on Sec Held	517,805	1,625,913	1,108,108

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Bank Associated
9 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-338,903	
2-Add: Dep,Amort,Provision for Loss		142,540	-196,363
3-Realized Gain[Loss] on Sale of Securities			-3,117,502
Total			-3,313,865
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	1,187,825		
6-Noncash Dec of Loans & Secs	2,516,514	3,704,339	
7-Sale of Equity Securities	1,036,162		
8-Noncash Dec of Equity Sec	2,176,621	3,212,783	6,917,122
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	0		
10-Noncash Dec of Rec-Debtors	0	0	
11-Sale of Assets Acquired	159,847		
12-Noncash Dec in Assets Acq	0	159,847	159,847
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		0	
14-Noncash Decreases of Inv in Oper Concerns		0	0
Decrease in Other Securities			
15-Sale or Collection of Other Securities		0	
16-Noncash Decrease of Other Securities		9,370	9,370
17-Decreases in Current Assets			227,910
18-Decrease in Other Assets			51,644
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		2,200,000	
20-Due to Others		0	2,200,000
21-Increase in Current Liabilities			38,112
22-Increase in Other Liabilities			67,459
23-Sale of Licensee's Stock			28,179,363
24-TOTAL FUNDS PROVIDED			34,536,962

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	2,745,898		
26-Noncash Inc in Loans & Secs	55,612	2,801,510	
27-Purchase of Equity Secs	5,592,504		
28-Noncash Inc in Equity Secs	1,993,380	7,585,884	10,387,394
Increases in Assets Acquired			
29-Investments in Assets Acquired		0	
30-Noncash Inc in Assets Acquired		34,270	34,270
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		0	0
33-Increases in Other Securities			15,650
34-Increase in Current Assets			657,551
35-Increase in Other Assets			60,813
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		1,000,000	
37-Due to Others		53,621	1,053,621
38-Decrease in Current Liabilities			109,550
39-Payment of Dividends			81,924
40-Decrease in Other Liabilities			79,319
41-Increase[Decrease] in Cash & Idle Funds			22,056,870
42-TOTAL FUNDS APPLIED			34,536,962

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Financial Corporation
21 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	46,293,320	1,858,083	42	44,435,279
2-Debt Securities	30,036,710	4,381,591	3,939,589	29,594,708
3-Equity Interests	55,765,283	12,894,445	63,219,597	106,090,435
4-Total	132,095,313	19,134,119	67,159,228	180,120,422
Assets Acquired in Liquidation				
5-Receable-Debtors	3,051,193	33,413	0	3,017,780
6-Assets Acquired	6,256,335	1,045,502	35,685	5,246,518
7-Total	9,307,528	1,078,915	35,685	8,264,298
Operating Concerns Acquired				
8-Oper Concerns Acq	4,000	0	20,000	24,000
Other Securities				
9-Notes & Other Sec	9,669,755	26,665	0	9,643,090
10-Total Loans & Inv	151,076,596	20,239,699	67,214,913	198,051,810
11-Less Current Maturities				19,131,814
12-Loans & Inv Net Current Mat				178,919,996
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		3,521,302		
15-Invested Idle Funds		26,488,548	30,009,850	
16-Int & Div Receble	4,877,070			
17-Accounts Recable	1,465,918	6,342,988		
18-Allowance for Loss		799,839	5,543,149	
19-Current Mat Portfolio Secs		12,090,996		
20-Current Mat Assets Acquired		250,644		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		6,790,174	19,131,814	
23-Other Current Assets			1,222,614	55,907,427
Other Assets				
24-Furniture & Equipment		643,804		
Less:Accum Depreciation		231,289	412,515	
25-Other			1,278,908	1,691,423
26-TOTAL ASSETS				236,518,846

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Financial Corporation
21 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		94,030,573	
28-Notes & Debentures Payable to Others		560,469	
29-TOTAL			94,591,042
Current Liabilities			
30-Accounts Payable		1,042,332	
31-Accrued Interest Payable		3,661,727	
32-Accrued Taxes Payable		5,512,227	
33A-Current Mat of Line 27	11,216,525		
33B-Current Mat of Line 28	12,146,324	23,362,849	
34-Dividends Payable		0	
35-Other Current Liabilities		375,352	
36-TOTAL			33,954,487
Other Liabilities			
37-Trust Receipts		37,791	
38-Deferred Credits		12,935,346	
39-Other Liabilities		200,578	13,173,715
40-TOTAL LIABILITIES			141,719,244
CAPITAL			
41-Capital Stock	30,477,273		
42-Paid-in Surplus	22,622,705	53,099,978	
43-Less: Treasury Stock, at cost		0	
44-Paid-in Capital Stock & Surplus		53,099,978	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		34,453,581	
47-Non-cash Gain Sale of Sec	6,602,417		
48-Undist Net Real Earnings	643,626		
49-Undistributed Realized Earnings		7,246,043	
50-TOTAL CAPITAL			94,799,602
51-TOTAL LIABILITIES & CAPITAL			236,518,846

Undistributed Net Realized Earnings[Line 48]	643,626
Less: Allowance for Losses on Loans & Investments	13,261,043
Retained Earnings	-12,617,417

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Financial Corporation
21 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		12,138,556	
2-Dividend Income		342,133	12,480,689
3-Management Services		207,064	
4-Application and Other Fees		19,220	226,284
5-Interest on Invested Idle Funds		2,107,483	
6-Income from Assets Acquired in Liquidation		328,632	
7-Other Income		250,758	2,686,873
8-TOTAL REVENUE			15,393,846
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	12,848,043		
10-Commitment Fees	0		
11-Other Financial Costs	70,186		
12-Total Financial Expenses		12,918,229	
Remuneration			
13-Officer Salaries	802,145		
14-Employee Salaries	236,381		
15-Employee Benefits	65,215		
16-Inv Advisory & Mgt Services	3,043,954		
17-Dir & Stockholder Meetings	34,462		
18-Total Remuneration		4,182,157	
Initiating & Servicing Costs			
19-Advertising & Promotion	60,182		
20-Appraisal & Investigation	47,344		
21-Communication	101,122		
22-Legal Fees	476,715		
23-Travel Expense	318,547		
24-Total Initiating & Serve Costs		1,003,910	
Fixed Facilities			
25-Cost of Space Occupied	227,239		
26-Dep & Amortization Expense	116,558		
27-Total Fixed Facilities		343,797	
Other Costs			
28-Audit & Examination Fees	248,089		
29-Insurance Expense	55,770		
30-Taxes Expense	266,431		
31-Provision for Receivable Loss	433,909		
32-Miscellaneous Expense	623,971		
33-Total Other Costs		1,628,170	
34-TOTAL EXPENSES			20,076,263
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-4,682,417
36A-Provision for Income Taxes		301,396	
36B-Less Deferred Credit to Future Taxes		98,424	202,972
37-NET INVESTMENT INCOME			-4,885,389
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		40,554,266	
39-Cost of Securities Sold		25,856,338	
40-Net Prior to Income Tax Provision		14,697,928	
41A-Provision for Income Taxes	3,970,113		
41B-Def Credit to Future Taxes	15,000	3,955,113	
42-REAL GAIN ON SALE OF SECURITIES			10,742,815

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Financial Corporation
21 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	71,661,286	67,159,228	-4,502,058
2-Assets Acq Liquid Port Secs	49,268	35,685	-13,583
3-Operating Concerns Acquired	20,000	20,000	0
4-Other Securities	38,333	0	-38,333
5-Total	71,768,887	67,214,913	-4,553,974
Unrealized Depreciation:			
6-Portfolio Securities	8,996,963	19,134,119	10,137,156
7-Assets Acq Liquid Port Secs	437,155	1,078,915	641,760
8-Operating Concerns Acquired	50,000	0	-50,000
9-Other Securities	47,952	26,665	-21,287
10-Total	9,532,070	20,239,699	10,707,629
11-Unrealized Apprec on Sec Held	62,236,817	46,975,214	-15,261,603
12-Less: Provision for Taxes	17,128,476	12,521,633	-4,606,843
13-Unrealized Gain on Sec Held	45,108,341	34,453,581	-10,654,760

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Financial Corporation
21 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-4,885,389	
2-Add: Dep,Amort,Provision for Loss		106,529	-4,778,860
3-Realized Gain[Loss] on Sale of Securities			10,742,815
Total			5,963,955
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	20,816,702		
6-Noncash Dec of Loans & Secs	12,728,677	33,545,379	
7-Sale of Equity Securities	4,078,584		
8-Noncash Dec of Equity Sec	6,926,049	11,004,633	44,550,012
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	932,320		
10-Noncash Dec of Rec-Debtors	1,152,160	2,084,480	
11-Sale of Assets Acquired	372,534		
12-Noncash Dec in Assets Acq	1,026,210	1,398,744	3,483,224
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		0	
14-Noncash Decreases of Inv in Oper Concerns		161,048	161,048
Decrease in Other Securities			
15-Sale or Collection of Other Securities		457,957	
16-Noncash Decrease of Other Securities		0	457,957
17-Decreases in Current Assets			2,479,371
18-Decrease in Other Assets			712,045
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		11,850,000	
20-Due to Others		754,793	12,604,793
21-Increase in Current Liabilities			8,853,231
22-Increase in Other Liabilities			98,706
23-Sale of Licensee's Stock			1,878,500
24-TOTAL FUNDS PROVIDED			81,242,842

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	20,651,897		
26-Noncash Inc in Loans & Secs	6,569,244	27,221,141	
27-Purchase of Equity Secs	12,561,931		
28-Noncash Inc in Equity Secs	3,839,667	16,401,598	43,622,739
Increases in Assets Acquired			
29-Investments in Assets Acquired		2,448,784	
30-Noncash Inc in Assets Acquired		3,114,776	5,563,560
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		5,839,961	5,839,961
33-Increases in Other Securities			2,979,736
34-Increase in Current Assets			2,207,011
35-Increase in Other Assets			1,577,833
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		4,960,070	
37-Due to Others		3,370,083	8,330,153
38-Decrease in Current Liabilities			1,362,019
39-Payment of Dividends			4,462,752
40-Decrease in Other Liabilities			341,199
41-Increase[Decrease] in Cash & Idle Funds			4,955,879
42-TOTAL FUNDS APPLIED			81,242,842

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Financial Corporation
34 SBICs

ASSETS		Unrealized	Unrealized	
Loans and Investments	Cost	Depreciate	Appreciate	Value
Portfolio Securities				
1-Loans	77,915,725	2,686,659	0	75,229,066
2-Debt Securities	19,503,908	1,396,690	16,177	18,123,395
3-Equity Interests	24,774,291	3,099,480	43,876,165	65,550,976
4-Total	122,193,924	7,182,829	43,892,342	158,903,437
Assets Acquired in Liquidation				
5-Receable-Debtors	4,349,772	45,824	0	4,303,948
6-Assets Acquired	5,368,583	365,208	1,700,053	6,703,428
7-Total	9,718,355	411,032	1,700,053	11,007,376
Operating Concerns Acquired				
8-Oper Concerns Acq	309,682	59,443	0	250,239
Other Securities				
9-Notes & Other Sec	1,625,818	0	0	1,625,818
10-Total Loans & Inv	133,847,779	7,653,304	45,592,395	171,786,870
11-Less Current Maturities				10,905,462
12-Loans & Inv Net Current Mat				160,881,408
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		3,986,322		
15-Invested Idle Funds		21,448,487	25,434,809	
16-Int & Div Receble	1,442,539			
17-Accounts Recable	995,468	2,438,007		
18-Allowance for Loss		116,370	2,321,637	
19-Current Mat Portfolio Secs		9,570,701		
20-Current Mat Assets Acquired		1,074,561		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		260,200	10,905,462	
23-Other Current Assets			2,108,925	40,770,833
Other Assets				
24-Furniture & Equipment		364,615		
Less:Accum Depreciation		145,525	219,090	
25-Other			1,143,484	1,362,574
26-TOTAL ASSETS				203,014,815

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Financial Corporation
34 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		84,305,000	
28-Notes & Debentures Payable to Others		245,402	
29-TOTAL			84,550,402
Current Liabilities			
30-Accounts Payable		930,246	
31-Accrued Interest Payable		2,424,272	
32-Accrued Taxes Payable		699,857	
33A-Current Mat of Line 27	13,614,000		
33B-Current Mat of Line 28	2,660,966	16,274,966	
34-Dividends Payable		4,603	
35-Other Current Liabilities		1,748,520	
36-TOTAL			22,082,464
Other Liabilities			
37-Trust Receipts		1,625	
38-Deferred Credits		12,242,540	
39-Other Liabilities		434,093	12,678,258
40-TOTAL LIABILITIES			119,311,124
CAPITAL			
41-Capital Stock	20,793,862		
42-Paid-in Surplus	35,103,021	55,896,883	
43-Less: Treasury Stock, at cost		72,795	
44-Paid-in Capital Stock & Surplus		55,824,088	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		26,731,021	
47-Non-cash Gain Sale of Sec	-1,221,555		
48-Undist Net Real Earnings	2,370,137		
49-Undistributed Realized Earnings		1,148,582	
50-TOTAL CAPITAL			83,703,691
51-TOTAL LIABILITIES & CAPITAL			203,014,815

Undistributed Net Realized Earnings[Line 48]	2,370,137
Less: Allowance for Losses on Loans & Investments	6,989,680
Retained Earnings	-4,619,543

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Non-Financial Corporation
34 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		12,688,013	
2-Dividend Income		552,287	13,240,300
3-Management Services		145,037	
4-Application and Other Fees		308,724	453,761
5-Interest on Invested Idle Funds		1,892,239	
6-Income from Assets Acquired in Liquidation		-22,164	
7-Other Income		165,153	2,035,228
8-TOTAL REVENUE			15,729,289
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	11,261,331		
10-Commitment Fees	0		
11-Other Financial Costs	566,687		
12-Total Financial Expenses		11,828,018	
Remuneration			
13-Officer Salaries	1,221,934		
14-Employee Salaries	445,518		
15-Employee Benefits	52,638		
16-Inv Advisory & Mgt Services	1,046,610		
17-Dir & Stockholder Meetings	57,029		
18-Total Remuneration		2,823,729	
Initiating & Servicing Costs			
19-Advertising & Promotion	12,552		
20-Appraisal & Investigation	53,446		
21-Communication	44,792		
22-Legal Fees	293,924		
23-Travel Expense	172,836		
24-Total Initiating & Serve Costs		577,550	
Fixed Facilities			
25-Cost of Space Occupied	255,162		
26-Dep & Amortization Expense	115,615		
27-Total Fixed Facilities		370,777	
Other Costs			
28-Audit & Examination Fees	247,955		
29-Insurance Expense	103,671		
30-Taxes Expense	203,374		
31-Provision for Receivable Loss	242,731		
32-Miscellaneous Expense	357,475		
33-Total Other Costs		1,155,206	
34-TOTAL EXPENSES			16,755,280
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-1,025,991
36A-Provision for Income Taxes		100,009	
36B-Less Deferred Credit to Future Taxes		51,992	48,017
37-NET INVESTMENT INCOME			-1,074,008
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		13,187,351	
39-Cost of Securities Sold		13,459,825	
40-Net Prior to Income Tax Provision		-272,474	
41A-Provision for Income Taxes	-578,140		
41B-Def Credit to Future Taxes	-278,774	-299,366	
42-REAL GAIN ON SALE OF SECURITIES			26,892

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Financial Corporation
34 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	18,046,589	43,892,342	25,845,753
2-Assets Acq Liquid Port Secs	120,053	1,700,053	1,580,000
3-Operating Concerns Acquired	0	0	0
4-Other Securities	0	0	0
5-Total	18,166,642	45,592,395	27,425,753
Unrealized Depreciation:			
6-Portfolio Securities	6,146,677	7,182,829	1,036,152
7-Assets Acq Liquid Port Secs	377,834	411,032	33,198
8-Operating Concerns Acquired	95,000	59,443	-35,557
9-Other Securities	0	0	0
10-Total	6,619,511	7,653,304	1,033,793
11-Unrealized Apprec on Sec Held	11,547,131	37,939,091	26,391,960
12-Less: Provision for Taxes	3,921,885	11,208,070	7,286,185
13-Unrealized Gain on Sec Held	7,625,246	26,731,021	19,105,775

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Non-Financial Corporation
34 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-1,074,008	
2-Add: Dep,Amort,Provision for Loss		330,583	-743,425
3-Realized Gain[Loss] on Sale of Securities			26,892
Total			-716,533
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	18,740,089		
6-Noncash Dec of Loans & Secs	8,184,932	26,925,021	
7-Sale of Equity Securities	5,735,342		
8-Noncash Dec of Equity Sec	4,421,233	10,156,575	37,081,596
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	411,947		
10-Noncash Dec of Rec-Debtors	458,665	870,612	
11-Sale of Assets Acquired	698,078		
12-Noncash Dec in Assets Acq	1,150,778	1,848,856	2,719,468
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		431,331	
14-Noncash Decreases of Inv in Oper Concerns		65,000	496,331
Decrease in Other Securities			
15-Sale or Collection of Other Securities		50,602	
16-Noncash Decrease of Other Securities		254,211	304,813
17-Decreases in Current Assets			2,101,880
18-Decrease in Other Assets			114,262
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		11,305,000	
20-Due to Others		230,681	11,535,681
21-Increase in Current Liabilities			9,289,091
22-Increase in Other Liabilities			1,094,209
23-Sale of Licensee's Stock			2,855,714
24-TOTAL FUNDS PROVIDED			66,876,512

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	24,053,832		
26-Noncash Inc in Loans & Secs	5,481,840	29,535,672	
27-Purchase of Equity Secs	3,580,715		
28-Noncash Inc in Equity Secs	6,123,597	9,704,312	39,239,984
Increases in Assets Acquired			
29-Investments in Assets Acquired		354,096	
30-Noncash Inc in Assets Acquired		1,808,836	2,162,932
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		0	0
33-Increases in Other Securities			55,881
34-Increase in Current Assets			924,330
35-Increase in Other Assets			1,253,338
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		8,779,000	
37-Due to Others		261,503	9,040,503
38-Decrease in Current Liabilities			3,850,692
39-Payment of Dividends			2,212,069
40-Decrease in Other Liabilities			1,030,982
41-Increase[Decrease] in Cash & Idle Funds			7,105,801
42-TOTAL FUNDS APPLIED			66,876,512

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Individual Ownership
163 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	180,333,396	11,365,104	247,904	169,216,196
2-Debt Securities	94,874,909	6,613,806	6,914,477	95,175,580
3-Equity Interests	195,537,654	37,946,644	165,846,653	323,437,663
4-Total	470,745,959	55,925,554	173,009,034	587,829,439
Assets Acquired in Liquidation				
5-Receable-Debtors	5,697,740	59,190	0	5,638,550
6-Assets Acquired	5,556,230	354,779	2,379,264	7,580,715
7-Total	11,253,970	413,969	2,379,264	13,219,265
Operating Concerns Acquired				
8-Oper Concerns Acq	2,720,785	638,211	1,949,062	4,031,636
Other Securities				
9-Notes & Other Sec	35,720,600	1,727,931	4,559,256	38,551,925
10-Total Loans & Inv	520,441,314	58,705,665	181,896,616	643,632,265
11-Less Current Maturities				33,006,797
12-Loans & Inv Net Current Mat				610,625,468
Investment in 301(d) Licensee				
13-Name				1,227,559
Current Assets				
14-Cash		30,837,845		
15-Invested Idle Funds		116,165,043	147,002,888	
16-Int & Div Receble	15,035,630			
17-Accounts Recable	8,891,263	23,926,893		
18-Allowance for Loss		1,330,126	22,596,767	
19-Current Mat Portfolio Secs		22,207,446		
20-Current Mat Assets Acquired		734,633		
21-Current Mat Operat Concerns		192,283		
22-Current Mat Other Securities		9,872,435	33,006,797	
23-Other Current Assets			3,791,239	206,397,691
Other Assets				
24-Furniture & Equipment		1,635,582		
Less:Accum Depreciation		795,830	839,752	
25-Other			3,900,597	4,740,349
26-TOTAL ASSETS				822,991,067

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Individual Ownership
163 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		314,247,181	
28-Notes & Debentures Payable to Others		10,240,311	
29-TOTAL			324,487,492
Current Liabilities			
30-Accounts Payable		2,590,946	
31-Accrued Interest Payable		10,757,853	
32-Accrued Taxes Payable		1,265,374	
33A-Current Mat of Line 27	23,315,759		
33B-Current Mat of Line 28	8,606,012	31,921,771	
34-Dividends Payable		14,936	
35-Other Current Liabilities		15,935,379	
36-TOTAL			62,486,259
Other Liabilities			
37-Trust Receipts		175,363	
38-Deferred Credits		15,635,103	
39-Other Liabilities		5,295,764	21,106,230
40-TOTAL LIABILITIES			408,079,981
CAPITAL			
41-Capital Stock	186,407,819		
42-Paid-in Surplus	118,275,031	304,682,850	
43-Less: Treasury Stock, at cost		1,212,593	
44-Paid-in Capital Stock & Surplus		303,470,257	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		112,571,821	
47-Non-cash Gain Sale of Sec	11,270,989		
48-Undist Net Real Earnings	-12,401,981		
49-Undistributed Realized Earnings		-1,130,992	
50-TOTAL CAPITAL			414,911,086
51-TOTAL LIABILITIES & CAPITAL			822,991,067

Undistributed Net Realized Earnings[Line 48]	-12,401,981
Less: Allowance for Losses on Loans & Investments	16,923,774
Retained Earnings	-29,325,755

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Individual Ownership
163 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		37,262,062	
2-Dividend Income		2,333,557	39,595,619
3-Management Services		1,048,448	
4-Application and Other Fees		1,170,338	2,218,786
5-Interest on Invested Idle Funds		15,677,061	
6-Income from Assets Acquired in Liquidation		322,826	
7-Other Income		1,992,257	17,992,144
8-TOTAL REVENUE			59,806,549
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	37,558,170		
10-Commitment Fees	1,356,973		
11-Other Financial Costs	1,148,698		
12-Total Financial Expenses		40,063,841	
Remuneration			
13-Officer Salaries	4,519,821		
14-Employee Salaries	1,477,496		
15-Employee Benefits	511,243		
16-Inv Advisory & Mgt Services	8,475,806		
17-Dir & Stockholder Meetings	341,257		
18-Total Remuneration		15,325,623	
Initiating & Servicing Costs			
19-Advertising & Promotion	254,466		
20-Appraisal & Investigation	203,702		
21-Communication	428,486		
22-Legal Fees	1,595,592		
23-Travel Expense	961,019		
24-Total Initiating & Serve Costs		3,443,265	
Fixed Facilities			
25-Cost of Space Occupied	1,550,319		
26-Dep & Amortization Expense	489,504		
27-Total Fixed Facilities		2,039,823	
Other Costs			
28-Audit & Examination Fees	1,535,408		
29-Insurance Expense	319,402		
30-Taxes Expense	545,799		
31-Provision for Receivable Loss	3,936,694		
32-Miscellaneous Expense	1,978,306		
33-Total Other Costs		8,315,609	
34-TOTAL EXPENSES			69,188,161
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-9,381,612
36A-Provision for Income Taxes		1,088,142	
36B-Less Deferred Credit to Future Taxes		359,202	728,940
37-NET INVESTMENT INCOME			-10,110,552
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		56,266,887	
39-Cost of Securities Sold		38,414,547	
40-Net Prior to Income Tax Provision		17,852,340	
41A-Provision for Income Taxes	1,151,457		
41B-Def Credit to Future Taxes	71,036	1,080,421	
42-REAL GAIN ON SALE OF SECURITIES			16,771,919

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Individual Ownership
163 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	173,882,000	173,009,034	-872,966
2-Assets Acq Liquid Port Secs	2,278,562	2,379,264	100,702
3-Operating Concerns Acquired	4,128,946	1,949,062	-2,179,884
4-Other Securities	271,928	4,559,256	4,287,328
5-Total	180,561,436	181,896,616	1,335,180
Unrealized Depreciation:			
6-Portfolio Securities	35,227,376	55,925,554	20,698,178
7-Assets Acq Liquid Port Secs	316,692	413,969	97,277
8-Operating Concerns Acquired	158	638,211	638,053
9-Other Securities	1,516,481	1,727,931	211,450
10-Total	37,060,707	58,705,665	21,644,958
11-Unrealized Apprec on Sec Held	143,500,729	123,190,951	-20,309,778
12-Less: Provision for Taxes	19,227,720	10,619,130	-8,608,590
13-Unrealized Gain on Sec Held	124,273,009	112,571,821	-11,701,188

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Individual Ownership
163 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-10,110,552	
2-Add: Dep,Amort,Provision for Loss		5,766,466	-4,344,086
3-Realized Gain[Loss] on Sale of Securities			16,771,919
Total			12,427,833
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	58,133,367		
6-Noncash Dec of Loans & Secs	27,315,607	85,448,974	
7-Sale of Equity Securities	12,684,257		
8-Noncash Dec of Equity Sec	11,529,646	24,213,903	109,662,877
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	1,575,397		
10-Noncash Dec of Rec-Debtors	120,844	1,696,241	
11-Sale of Assets Acquired	3,119,738		
12-Noncash Dec in Assets Acq	1,162,536	4,282,274	5,978,515
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		60,441	
14-Noncash Decreases of Inv in Oper Concerns		2,075,621	2,136,062
Decrease in Other Securities			
15-Sale or Collection of Other Securities		1,412,832	
16-Noncash Decrease of Other Securities		687,760	2,100,592
17-Decreases in Current Assets			2,649,246
18-Decrease in Other Assets			664,873
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		85,259,427	
20-Due to Others		6,752,230	92,011,657
21-Increase in Current Liabilities			10,661,525
22-Increase in Other Liabilities			2,138,949
23-Sale of Licensee's Stock			41,725,040
24-TOTAL FUNDS PROVIDED			282,157,169

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	116,650,384		
26-Noncash Inc in Loans & Secs	9,371,551	126,021,935	
27-Purchase of Equity Secs	50,156,607		
28-Noncash Inc in Equity Secs	17,577,153	67,733,760	193,755,695
Increases in Assets Acquired			
29-Investments in Assets Acquired		1,662,982	
30-Noncash Inc in Assets Acquired		3,186,039	4,849,021
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		213,693	
32-Noncash Increase of Inv in Oper Concerns		1,737,928	1,951,621
33-Increases in Other Securities			14,632,900
34-Increase in Current Assets			12,926,963
35-Increase in Other Assets			1,977,775
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		8,366,244	
37-Due to Others		2,158,712	10,524,956
38-Decrease in Current Liabilities			16,898,219
39-Payment of Dividends			22,744,641
40-Decrease in Other Liabilities			4,251,391
41-Increase[Decrease] in Cash & Idle Funds			-2,356,013
42-TOTAL FUNDS APPLIED			282,157,169

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

40' Act SBIC
17 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	66,225,296	2,152,599	0	64,072,697
2-Debt Securities	19,288,400	1,342,945	2,038,633	19,984,088
3-Equity Interests	28,029,992	6,510,517	44,152,885	65,672,360
4-Total	113,543,688	10,006,061	46,191,518	149,729,145
Assets Acquired in Liquidation				
5-Receable-Debtors	8,005,378	83,766	244,933	8,166,545
6-Assets Acquired	6,161,489	454,392	918,025	6,625,122
7-Total	14,166,867	538,158	1,162,958	14,791,667
Operating Concerns Acquired				
8-Oper Concerns Acq	792,192	480,493	238,302	550,001
Other Securities				
9-Notes & Other Sec	5,754,824	405,983	6,446,632	11,795,473
10-Total Loans & Inv	134,257,571	11,430,695	54,039,410	176,866,286
11-Less Current Maturities				9,161,673
12-Loans & Inv Net Current Mat				167,704,613
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		1,142,655		
15-Invested Idle Funds		70,712,861	71,855,516	
16-Int & Div Receble	3,326,957			
17-Accounts Recable	3,355,183	6,682,140		
18-Allowance for Loss		123,929	6,558,211	
19-Current Mat Portfolio Secs		7,887,964		
20-Current Mat Assets Acquired		385,121		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		888,588	9,161,673	
23-Other Current Assets			710,847	88,286,247
Other Assets				
24-Furniture & Equipment		629,222		
Less:Accum Depreciation		330,919	298,303	
25-Other			1,411,290	1,709,593
26-TOTAL ASSETS				257,700,453

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

40' Act SBIC
17 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		107,069,720	
28-Notes & Debentures Payable to Others		66,000	
29-TOTAL			107,135,720
Current Liabilities			
30-Accounts Payable		580,188	
31-Accrued Interest Payable		3,069,635	
32-Accrued Taxes Payable		972,548	
33A-Current Mat of Line 27	8,202,000		
33B-Current Mat of Line 28	274,168	8,476,168	
34-Dividends Payable		5,190,077	
35-Other Current Liabilities		389,860	
36-TOTAL			18,678,476
Other Liabilities			
37-Trust Receipts		403,601	
38-Deferred Credits		8,740,289	
39-Other Liabilities		3,205,387	12,349,277
40-TOTAL LIABILITIES			138,163,473
CAPITAL			
41-Capital Stock	8,792,440		
42-Paid-in Surplus	65,686,661	74,479,101	
43-Less: Treasury Stock, at cost		444,926	
44-Paid-in Capital Stock & Surplus		74,034,175	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		32,678,757	
47-Non-cash Gain Sale of Sec	753,625		
48-Undist Net Real Earnings	12,070,423		
49-Undistributed Realized Earnings		12,824,048	
50-TOTAL CAPITAL			119,536,980
51-TOTAL LIABILITIES & CAPITAL			257,700,453

Undistributed Net Realized Earnings[Line 48]	12,070,423
Less: Allowance for Losses on Loans & Investments	6,241,291
Retained Earnings	5,829,132

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
40' Act SBIC
17 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		14,197,015	
2-Dividend Income		496,066	14,693,081
3-Management Services		456,985	
4-Application and Other Fees		212,383	669,368
5-Interest on Invested Idle Funds		6,955,697	
6-Income from Assets Acquired in Liquidation		421,409	
7-Other Income		767,307	8,144,413
8-TOTAL REVENUE			23,506,862
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	11,525,037		
10-Commitment Fees	16,887		
11-Other Financial Costs	126,902		
12-Total Financial Expenses		11,668,826	
Remuneration			
13-Officer Salaries	2,365,491		
14-Employee Salaries	615,861		
15-Employee Benefits	575,439		
16-Inv Advisory & Mgt Services	231,477		
17-Dir & Stockholder Meetings	319,875		
18-Total Remuneration		4,108,143	
Initiating & Servicing Costs			
19-Advertising & Promotion	203,788		
20-Appraisal & Investigation	113,198		
21-Communication	133,684		
22-Legal Fees	429,863		
23-Travel Expense	264,756		
24-Total Initiating & Serve Costs		1,145,289	
Fixed Facilities			
25-Cost of Space Occupied	349,327		
26-Dep & Amortization Expense	143,595		
27-Total Fixed Facilities		492,922	
Other Costs			
28-Audit & Examination Fees	337,103		
29-Insurance Expense	179,988		
30-Taxes Expense	227,119		
31-Provision for Receivable Loss	126,287		
32-Miscellaneous Expense	471,379		
33-Total Other Costs		1,341,876	
34-TOTAL EXPENSES			18,757,056
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			4,749,806
36A-Provision for Income Taxes		183,027	
36B-Less Deferred Credit to Future Taxes		22,930	160,097
37-NET INVESTMENT INCOME			4,589,709
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		15,391,371	
39-Cost of Securities Sold		11,029,876	
40-Net Prior to Income Tax Provision		4,361,495	
41A-Provision for Income Taxes	-340,626		
41B-Def Credit to Future Taxes	65,680	-406,306	
42-REAL GAIN ON SALE OF SECURITIES			4,767,801

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

40' Act SBIC
17 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	51,251,634	46,191,518	-5,060,116
2-Assets Acq Liquid Port Secs	1,413,919	1,162,958	-250,961
3-Operating Concerns Acquired	0	238,302	238,302
4-Other Securities	8,683,664	6,446,632	-2,237,032
5-Total	61,349,217	54,039,410	-7,309,807
Unrealized Depreciation:			
6-Portfolio Securities	9,183,930	10,006,061	822,131
7-Assets Acq Liquid Port Secs	590,069	538,158	-51,911
8-Operating Concerns Acquired	288,594	480,493	191,899
9-Other Securities	152,305	405,983	253,678
10-Total	10,214,898	11,430,695	1,215,797
11-Unrealized Apprec on Sec Held	51,134,319	42,608,715	-8,525,604
12-Less: Provision for Taxes	10,805,806	9,929,958	-875,848
13-Unrealized Gain on Sec Held	40,328,513	32,678,757	-7,649,756

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
40' Act SBIC
17 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		4,589,709	
2-Add: Dep,Amort,Provision for Loss		328,648	4,918,357
3-Realized Gain[Loss] on Sale of Securities			4,767,801
Total			9,686,158
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	19,285,621		
6-Noncash Dec of Loans & Secs	4,689,062	23,974,683	
7-Sale of Equity Securities	2,607,653		
8-Noncash Dec of Equity Sec	3,143,660	5,751,313	29,725,996
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	1,337,411		
10-Noncash Dec of Rec-Debtors	185,812	1,523,223	
11-Sale of Assets Acquired	538,843		
12-Noncash Dec in Assets Acq	535,832	1,074,675	2,597,898
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		300,000	
14-Noncash Decreases of Inv in Oper Concerns		0	300,000
Decrease in Other Securities			
15-Sale or Collection of Other Securities		1,612,674	
16-Noncash Decrease of Other Securities		269,682	1,882,356
17-Decreases in Current Assets			905,301
18-Decrease in Other Assets			57,475
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		8,240,000	
20-Due to Others		175,000	8,415,000
21-Increase in Current Liabilities			9,896,523
22-Increase in Other Liabilities			429,523
23-Sale of Licensee's Stock			1,681,084
24-TOTAL FUNDS PROVIDED			65,577,314

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	17,551,762		
26-Noncash Inc in Loans & Secs	619,870	18,171,632	
27-Purchase of Equity Secs	6,980,909		
28-Noncash Inc in Equity Secs	2,490,367	9,471,276	27,642,908
Increases in Assets Acquired			
29-Investments in Assets Acquired		1,335,673	
30-Noncash Inc in Assets Acquired		546,549	1,882,222
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		0	
32-Noncash Increase of Inv in Oper Concerns		0	0
33-Increases in Other Securities			1,161,197
34-Increase in Current Assets			1,767,924
35-Increase in Other Assets			361,332
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		10,352,000	
37-Due to Others		301,104	10,653,104
38-Decrease in Current Liabilities			805,454
39-Payment of Dividends			14,632,188
40-Decrease in Other Liabilities			899,024
41-Increase[Decrease] in Cash & Idle Funds			5,771,961
42-TOTAL FUNDS APPLIED			65,577,314

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Diversified Investment Policy
282 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	337,962,503	20,654,339	1,006,435	318,314,599
2-Debt Securities	263,603,786	19,146,487	44,881,786	289,339,085
3-Equity Interests	856,215,093	106,710,672	619,333,558	1,368,837,979
4-Total	1,457,781,382	146,511,498	665,221,779	1,976,491,663
Assets Acquired in Liquidation				
5-Receable-Debtors	12,587,444	143,319	0	12,444,125
6-Assets Acquired	18,763,565	2,735,385	3,410,614	19,438,794
7-Total	31,351,009	2,878,704	3,410,614	31,882,919
Operating Concerns Acquired				
8-Oper Concerns Acq	8,114,219	1,528,146	5,529,470	12,115,543
Other Securities				
9-Notes & Other Sec	62,837,695	3,435,994	29,877,281	89,278,982
10-Total Loans & Inv	1,560,084,305	154,354,342	704,039,144	2,109,769,107
11-Less Current Maturities				82,052,887
12-Loans & Inv Net Current Mat				2,027,716,220
Investment in 301(d) Licensee				
13-Name				1,476,225
Current Assets				
14-Cash		53,887,092		
15-Invested Idle Funds		415,364,806	469,251,898	
16-Int & Div Receble	33,255,261			
17-Accounts Recable	17,171,022	50,426,283		
18-Allowance for Loss		4,222,106	46,204,177	
19-Current Mat Portfolio Secs		61,425,932		
20-Current Mat Assets Acquired		1,521,404		
21-Current Mat Operat Concerns		192,283		
22-Current Mat Other Securities		18,913,268	82,052,887	
23-Other Current Assets			13,167,704	610,676,666
Other Assets				
24-Furniture & Equipment		4,233,456		
Less:Accum Depreciation		1,688,520	2,544,936	
25-Other			18,548,299	21,093,235
26-TOTAL ASSETS				2,660,962,346

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Diversified Investment Policy
282 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		692,293,956	
28-Notes & Debentures Payable to Others		55,617,112	
29-TOTAL			747,911,068
Current Liabilities			
30-Accounts Payable		7,546,852	
31-Accrued Interest Payable		23,651,051	
32-Accrued Taxes Payable		29,649,752	
33A-Current Mat of Line 27	52,143,040		
33B-Current Mat of Line 28	81,732,320	133,875,360	
34-Dividends Payable		3,808,058	
35-Other Current Liabilities		23,013,180	
36-TOTAL			221,544,253
Other Liabilities			
37-Trust Receipts		1,294,311	
38-Deferred Credits		115,326,643	
39-Other Liabilities		32,951,430	149,572,384
40-TOTAL LIABILITIES			1,119,027,705
CAPITAL			
41-Capital Stock	414,884,489		
42-Paid-in Surplus	532,389,127	947,273,616	
43-Less: Treasury Stock, at cost		21,266,355	
44-Paid-in Capital Stock & Surplus		926,007,261	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		415,750,599	
47-Non-cash Gain Sale of Sec	21,259,821		
48-Undist Net Real Earnings	178,916,960		
49-Undistributed Realized Earnings		200,176,781	
50-TOTAL CAPITAL			1,541,934,641
51-TOTAL LIABILITIES & CAPITAL			2,660,962,346

Undistributed Net Realized Earnings[Line 48]	178,916,960
Less: Allowance for Losses on Loans & Investments	67,153,059
Retained Earnings	111,763,901

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Diversified Investment Policy
282 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		77,584,895	
2-Dividend Income		14,556,876	92,141,771
3-Management Services		2,408,226	
4-Application and Other Fees		1,629,151	4,037,377
5-Interest on Invested Idle Funds		43,782,140	
6-Income from Assets Acquired in Liquidation		535,952	
7-Other Income		4,282,339	48,600,431
8-TOTAL REVENUE			144,779,579
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	90,404,958		
10-Commitment Fees	1,407,678		
11-Other Financial Costs	2,914,023		
12-Total Financial Expenses		94,726,659	
Remuneration			
13-Officer Salaries	13,254,186		
14-Employee Salaries	3,586,466		
15-Employee Benefits	2,291,825		
16-Inv Advisory & Mgt Services	18,711,841		
17-Dir & Stockholder Meetings	783,145		
18-Total Remuneration		38,627,463	
Initiating & Servicing Costs			
19-Advertising & Promotion	571,757		
20-Appraisal & Investigation	654,017		
21-Communication	982,862		
22-Legal Fees	3,375,538		
23-Travel Expense	3,023,379		
24-Total Initiating & Serve Costs		8,607,553	
Fixed Facilities			
25-Cost of Space Occupied	3,244,766		
26-Dep & Amortization Expense	987,093		
27-Total Fixed Facilities		4,231,859	
Other Costs			
28-Audit & Examination Fees	2,552,633		
29-Insurance Expense	652,570		
30-Taxes Expense	1,705,349		
31-Provision for Receivable Loss	4,935,849		
32-Miscellaneous Expense	15,796,901		
33-Total Other Costs		25,643,302	
34-TOTAL EXPENSES			171,836,836
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-27,057,257
36A-Provision for Income Taxes		-7,560,591	
36B-Less Deferred Credit to Future Taxes		2,099,981	-9,660,572
37-NET INVESTMENT INCOME			-17,396,685
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		316,328,013	
39-Cost of Securities Sold		187,579,236	
40-Net Prior to Income Tax Provision		128,748,777	
41A-Provision for Income Taxes	34,485,952		
41B-Def Credit to Future Taxes	3,793,535	30,692,417	
42-REAL GAIN ON SALE OF SECURITIES			98,056,360

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Diversified Investment Policy
282 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	706,399,112	665,221,779	-41,177,333
2-Assets Acq Liquid Port Secs	3,469,315	3,410,614	-58,701
3-Operating Concerns Acquired	14,318,927	5,529,470	-8,789,457
4-Other Securities	24,591,441	29,877,281	5,285,840
5-Total	748,778,795	704,039,144	-44,739,651
Unrealized Depreciation:			
6-Portfolio Securities	95,241,274	146,511,498	51,270,224
7-Assets Acq Liquid Port Secs	1,991,288	2,878,704	887,416
8-Operating Concerns Acquired	433,752	1,528,146	1,094,394
9-Other Securities	1,839,010	3,435,994	1,596,984
10-Total	99,505,324	154,354,342	54,849,018
11-Unrealized Apprec on Sec Held	649,273,471	549,684,802	-99,588,669
12-Less: Provision for Taxes	164,338,702	133,934,203	-30,404,499
13-Unrealized Gain on Sec Held	484,934,769	415,750,599	-69,184,170

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Diversified Investment Policy
282 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-17,396,685	
2-Add: Dep,Amort,Provision for Loss		9,143,556	-8,253,129
3-Realized Gain[Loss] on Sale of Securities			98,056,360
Total			89,803,231
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	123,853,377		
6-Noncash Dec of Loans & Secs	94,749,357	218,602,734	
7-Sale of Equity Securities	65,291,051		
8-Noncash Dec of Equity Sec	83,073,141	148,364,192	366,966,926
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	2,451,510		
10-Noncash Dec of Rec-Debtors	1,100,123	3,551,633	
11-Sale of Assets Acquired	4,469,254		
12-Noncash Dec in Assets Acq	3,000,296	7,469,550	11,021,183
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		962,387	
14-Noncash Decreases of Inv in Oper Concerns		2,301,669	3,264,056
Decrease in Other Securities			
15-Sale or Collection of Other Securities		11,356,656	
16-Noncash Decrease of Other Securities		1,764,611	13,121,267
17-Decreases in Current Assets			18,059,856
18-Decrease in Other Assets			2,486,988
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		166,231,227	
20-Due to Others		16,633,790	182,865,017
21-Increase in Current Liabilities			50,900,769
22-Increase in Other Liabilities			11,542,185
23-Sale of Licensee's Stock			120,313,255
24-TOTAL FUNDS PROVIDED			870,344,733

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	233,298,575		
26-Noncash Inc in Loans & Secs	36,757,552	270,056,127	
27-Purchase of Equity Secs	226,408,427		
28-Noncash Inc in Equity Secs	72,108,493	298,516,920	568,573,047
Increases in Assets Acquired			
29-Investments in Assets Acquired		5,162,948	
30-Noncash Inc in Assets Acquired		7,668,010	12,830,958
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		564,693	
32-Noncash Increase of Inv in Oper Concerns		8,360,555	8,925,248
33-Increases in Other Securities			29,276,445
34-Increase in Current Assets			19,609,627
35-Increase in Other Assets			10,760,997
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		30,184,246	
37-Due to Others		24,465,638	54,649,884
38-Decrease in Current Liabilities			43,146,576
39-Payment of Dividends			42,231,976
40-Decrease in Other Liabilities			11,342,613
41-Increase[Decrease] in Cash & Idle Funds			68,997,362
42-TOTAL FUNDS APPLIED			870,344,733

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Diversified Investment Policy
42 SBICs

ASSETS		Unrealized	Unrealized	
Loans and Investments	Cost	Depreciate	Appreciate	Value
Portfolio Securities				
1-Loans	151,811,173	5,008,984	0	146,802,189
2-Debt Securities	15,012,871	430,458	1,622,696	16,205,109
3-Equity Interests	25,624,831	4,284,726	32,640,132	53,980,237
4-Total	192,448,875	9,724,168	34,262,828	216,987,535
Assets Acquired in Liquidation				
5-Receable-Debtors	26,025,963	83,766	244,933	26,187,130
6-Assets Acquired	10,367,229	661,241	2,468,788	12,174,776
7-Total	36,393,192	745,007	2,713,721	38,361,906
Operating Concerns Acquired				
8-Oper Concerns Acq	1,016,096	0	20,000	1,036,096
Other Securities				
9-Notes & Other Sec	3,871,316	2,130	255,740	4,124,926
10-Total Loans & Inv	233,729,479	10,471,305	37,252,289	260,510,463
11-Less Current Maturities				16,388,590
12-Loans & Inv Net Current Mat				244,121,873
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		2,891,944		
15-Invested Idle Funds		36,603,310	39,495,254	
16-Int & Div Receble	4,500,959			
17-Accounts Recable	4,015,002	8,515,961		
18-Allowance for Loss		213,562	8,302,399	
19-Current Mat Portfolio Secs		14,618,767		
20-Current Mat Assets Acquired		1,294,702		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		475,121	16,388,590	
23-Other Current Assets			582,931	64,769,174
Other Assets				
24-Furniture & Equipment		559,418		
Less:Accum Depreciation		375,877	183,541	
25-Other			1,647,484	1,831,025
26-TOTAL ASSETS				310,722,072

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Diversified Investment Policy
42 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		124,516,930	
28-Notes & Debentures Payable to Others		14,381,103	
29-TOTAL			138,898,033
Current Liabilities			
30-Accounts Payable		1,486,155	
31-Accrued Interest Payable		3,965,191	
32-Accrued Taxes Payable		989,469	
33A-Current Mat of Line 27	19,929,646		
33B-Current Mat of Line 28	4,275,126	24,204,772	
34-Dividends Payable		3,401,568	
35-Other Current Liabilities		508,257	
36-TOTAL			34,555,412
Other Liabilities			
37-Trust Receipts		104,176	
38-Deferred Credits		2,311,113	
39-Other Liabilities		3,656,884	6,072,173
40-TOTAL LIABILITIES			179,525,618
CAPITAL			
41-Capital Stock	44,285,493		
42-Paid-in Surplus	42,392,083	86,677,576	
43-Less: Treasury Stock, at cost		186,001	
44-Paid-in Capital Stock & Surplus		86,491,575	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		27,925,406	
47-Non-cash Gain Sale of Sec	6,872,821		
48-Undist Net Real Earnings	9,906,652		
49-Undistributed Realized Earnings		16,779,473	
50-TOTAL CAPITAL			131,196,454
51-TOTAL LIABILITIES & CAPITAL			310,722,072

Undistributed Net Realized Earnings[Line 48]	9,906,652
Less: Allowance for Losses on Loans & Investments	4,519,929
Retained Earnings	5,386,723

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Non-Diversified Investment Policy
42 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		26,288,459	
2-Dividend Income		782,880	27,071,339
3-Management Services		337,270	
4-Application and Other Fees		522,346	859,616
5-Interest on Invested Idle Funds		3,584,443	
6-Income from Assets Acquired in Liquidation		530,731	
7-Other Income		785,416	4,900,590
8-TOTAL REVENUE			32,831,545
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	17,084,025		
10-Commitment Fees	16,887		
11-Other Financial Costs	403,765		
12-Total Financial Expenses		17,504,677	
Remuneration			
13-Officer Salaries	1,685,265		
14-Employee Salaries	576,662		
15-Employee Benefits	316,434		
16-Inv Advisory & Mgt Services	2,009,745		
17-Dir & Stockholder Meetings	130,652		
18-Total Remuneration		4,718,758	
Initiating & Servicing Costs			
19-Advertising & Promotion	108,508		
20-Appraisal & Investigation	139,062		
21-Communication	100,866		
22-Legal Fees	595,965		
23-Travel Expense	230,273		
24-Total Initiating & Serve Costs		1,174,674	
Fixed Facilities			
25-Cost of Space Occupied	273,841		
26-Dep & Amortization Expense	137,770		
27-Total Fixed Facilities		411,611	
Other Costs			
28-Audit & Examination Fees	445,120		
29-Insurance Expense	89,254		
30-Taxes Expense	410,139		
31-Provision for Receivable Loss	1,761,611		
32-Miscellaneous Expense	434,927		
33-Total Other Costs		3,141,051	
34-TOTAL EXPENSES			26,950,771
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			5,880,774
36A-Provision for Income Taxes		1,173,838	
36B-Less Deferred Credit to Future Taxes		74,015	1,099,823
37-NET INVESTMENT INCOME			4,780,951
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		19,552,453	
39-Cost of Securities Sold		11,127,184	
40-Net Prior to Income Tax Provision		8,425,269	
41A-Provision for Income Taxes	390,923		
41B-Def Credit to Future Taxes	8,974	381,949	
42-REAL GAIN ON SALE OF SECURITIES			8,043,320

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Diversified Investment Policy
42 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	50,763,053	34,262,828	-16,500,225
2-Assets Acq Liquid Port Secs	1,337,573	2,713,721	1,376,148
3-Operating Concerns Acquired	20,000	20,000	0
4-Other Securities	59,677	255,740	196,063
5-Total	52,180,303	37,252,289	-14,928,014
Unrealized Depreciation:			
6-Portfolio Securities	6,089,831	9,724,168	3,634,337
7-Assets Acq Liquid Port Secs	1,127,252	745,007	-382,245
8-Operating Concerns Acquired	0	0	0
9-Other Securities	2,130	2,130	0
10-Total	7,219,213	10,471,305	3,252,092
11-Unrealized Apprec on Sec Held	44,961,090	26,780,984	-18,180,106
12-Less: Provision for Taxes	4,639,940	-1,144,422	-5,784,362
13-Unrealized Gain on Sec Held	40,321,150	27,925,406	-12,395,744

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Non-Diversified Investment Policy
42 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		4,780,951	
2-Add: Dep,Amort,Provision for Loss		1,782,545	6,563,496
3-Realized Gain[Loss] on Sale of Securities			8,043,320
Total			14,606,816
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	40,217,290		
6-Noncash Dec of Loans & Secs	6,602,353	46,819,643	
7-Sale of Equity Securities	2,899,999		
8-Noncash Dec of Equity Sec	3,196,745	6,096,744	52,916,387
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	2,216,732		
10-Noncash Dec of Rec-Debtors	836,559	3,053,291	
11-Sale of Assets Acquired	919,302		
12-Noncash Dec in Assets Acq	1,464,130	2,383,432	5,436,723
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		300,510	
14-Noncash Decreases of Inv in Oper Concerns		0	300,510
Decrease in Other Securities			
15-Sale or Collection of Other Securities		277,651	
16-Noncash Decrease of Other Securities		230,821	508,472
17-Decreases in Current Assets			1,753,598
18-Decrease in Other Assets			29,832
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		7,290,866	
20-Due to Others		3,010,681	10,301,547
21-Increase in Current Liabilities			13,555,986
22-Increase in Other Liabilities			1,037,995
23-Sale of Licensee's Stock			1,121,864
24-TOTAL FUNDS PROVIDED			101,569,730

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	48,728,471		
26-Noncash Inc in Loans & Secs	1,659,594	50,388,065	
27-Purchase of Equity Secs	8,447,751		
28-Noncash Inc in Equity Secs	1,194,575	9,642,326	60,030,391
Increases in Assets Acquired			
29-Investments in Assets Acquired		1,205,986	
30-Noncash Inc in Assets Acquired		1,960,118	3,166,104
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		811,932	
32-Noncash Increase of Inv in Oper Concerns		200,164	1,012,096
33-Increases in Other Securities			1,112,989
34-Increase in Current Assets			2,014,317
35-Increase in Other Assets			338,958
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		14,206,138	
37-Due to Others		574,889	14,781,027
38-Decrease in Current Liabilities			4,456,651
39-Payment of Dividends			15,563,748
40-Decrease in Other Liabilities			870,634
41-Increase[Decrease] in Cash & Idle Funds			-1,777,185
42-TOTAL FUNDS APPLIED			101,569,730

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Venture Capital Group
202 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	251,542,245	17,929,425	1,006,393	234,619,213
2-Debt Securities	239,469,699	17,908,628	45,129,255	266,690,326
3-Equity Interests	801,927,716	97,873,588	607,772,457	1,311,826,585
4-Total	1,292,939,660	133,711,641	653,908,105	1,813,136,124
Assets Acquired in Liquidation				
5-Receable-Debtors	24,707,746	97,495	0	24,610,251
6-Assets Acquired	17,441,613	2,424,746	3,028,582	18,045,449
7-Total	42,149,359	2,522,241	3,028,582	42,655,700
Operating Concerns Acquired				
8-Oper Concerns Acq	5,759,036	409,442	3,600,408	8,950,002
Other Securities				
9-Notes & Other Sec	41,513,766	2,007,800	28,816,599	68,322,565
10-Total Loans & Inv	1,382,361,821	138,651,124	689,353,694	1,933,064,391
11-Less Current Maturities				57,765,401
12-Loans & Inv Net Current Mat				1,875,298,990
Investment in 301(d) Licensee				
13-Name				248,666
Current Assets				
14-Cash		44,614,264		
15-Invested Idle Funds		353,884,202	398,498,466	
16-Int & Div Receble	29,453,312			
17-Accounts Recable	16,094,653	45,547,965		
18-Allowance for Loss		3,936,125	41,611,840	
19-Current Mat Portfolio Secs		43,797,333		
20-Current Mat Assets Acquired		836,365		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		13,131,703	57,765,401	
23-Other Current Assets			10,620,968	508,496,675
Other Assets				
24-Furniture & Equipment		3,473,546		
Less:Accum Depreciation		1,394,182	2,079,364	
25-Other			17,437,696	19,517,060
26-TOTAL ASSETS				2,403,561,391

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Venture Capital Group
202 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		578,608,268	
28-Notes & Debentures Payable to Others		69,161,803	
29-TOTAL			647,770,071
Current Liabilities			
30-Accounts Payable		6,765,679	
31-Accrued Interest Payable		20,515,253	
32-Accrued Taxes Payable		25,086,655	
33A-Current Mat of Line 27	45,914,589		
33B-Current Mat of Line 28	81,262,231	127,176,820	
34-Dividends Payable		6,649,877	
35-Other Current Liabilities		7,974,522	
36-TOTAL			194,168,806
Other Liabilities			
37-Trust Receipts		1,031,989	
38-Deferred Credits		107,084,697	
39-Other Liabilities		33,662,509	141,779,195
40-TOTAL LIABILITIES			983,718,072
CAPITAL			
41-Capital Stock	396,799,552		
42-Paid-in Surplus	425,995,136	822,794,688	
43-Less: Treasury Stock, at cost		20,458,817	
44-Paid-in Capital Stock & Surplus		802,335,871	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		424,535,390	
47-Non-cash Gain Sale of Sec	22,238,574		
48-Undist Net Real Earnings	170,733,484		
49-Undistributed Realized Earnings		192,972,058	
50-TOTAL CAPITAL			1,419,843,319
51-TOTAL LIABILITIES & CAPITAL			2,403,561,391

Undistributed Net Realized Earnings[Line 48]	170,733,484
Less: Allowance for Losses on Loans & Investments	58,051,469
Retained Earnings	112,682,015

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Venture Capital Group
202 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		63,482,379	
2-Dividend Income		13,130,830	76,613,209
3-Management Services		1,629,467	
4-Application and Other Fees		1,306,307	2,935,774
5-Interest on Invested Idle Funds		35,803,677	
6-Income from Assets Acquired in Liquidation		434,350	
7-Other Income		3,298,099	39,536,126
8-TOTAL REVENUE			119,085,109
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	78,835,992		
10-Commitment Fees	3,288		
11-Other Financial Costs	3,066,487		
12-Total Financial Expenses		81,905,767	
Remuneration			
13-Officer Salaries	9,231,547		
14-Employee Salaries	2,835,901		
15-Employee Benefits	1,959,760		
16-Inv Advisory & Mgt Services	16,727,914		
17-Dir & Stockholder Meetings	647,878		
18-Total Remuneration		31,403,000	
Initiating & Servicing Costs			
19-Advertising & Promotion	379,248		
20-Appraisal & Investigation	675,830		
21-Communication	804,665		
22-Legal Fees	3,138,007		
23-Travel Expense	2,510,081		
24-Total Initiating & Serve Costs		7,507,831	
Fixed Facilities			
25-Cost of Space Occupied	2,322,507		
26-Dep & Amortization Expense	826,722		
27-Total Fixed Facilities		3,149,229	
Other Costs			
28-Audit & Examination Fees	1,984,914		
29-Insurance Expense	505,815		
30-Taxes Expense	1,292,599		
31-Provision for Receivable Loss	3,769,776		
32-Miscellaneous Expense	14,452,499		
33-Total Other Costs		22,005,603	
34-TOTAL EXPENSES			145,971,430
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			-26,886,321
36A-Provision for Income Taxes		-8,248,335	
36B-Less Deferred Credit to Future Taxes		2,245,188	-10,493,523
37-NET INVESTMENT INCOME			-16,392,798
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		300,985,824	
39-Cost of Securities Sold		171,551,166	
40-Net Prior to Income Tax Provision		129,434,658	
41A-Provision for Income Taxes	33,408,712		
41B-Def Credit to Future Taxes	3,941,131	29,467,581	
42-REAL GAIN ON SALE OF SECURITIES			99,967,077

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Venture Capital Group
202 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	698,541,015	653,908,105	-44,632,910
2-Assets Acq Liquid Port Secs	1,378,258	3,028,582	1,650,324
3-Operating Concerns Acquired	10,209,981	3,600,408	-6,609,573
4-Other Securities	24,392,729	28,816,599	4,423,870
5-Total	734,521,983	689,353,694	-45,168,289
Unrealized Depreciation:			
6-Portfolio Securities	81,494,326	133,711,641	52,217,315
7-Assets Acq Liquid Port Secs	2,058,472	2,522,241	463,769
8-Operating Concerns Acquired	95,000	409,442	314,442
9-Other Securities	503,447	2,007,800	1,504,353
10-Total	84,151,245	138,651,124	54,499,879
11-Unrealized Apprec on Sec Held	650,370,738	550,702,570	-99,668,168
12-Less: Provision for Taxes	159,727,490	126,167,180	-33,560,310
13-Unrealized Gain on Sec Held	490,643,248	424,535,390	-66,107,858

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Venture Capital Group
202 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		-16,392,798	
2-Add: Dep,Amort,Provision for Loss		7,976,356	-8,416,442
3-Realized Gain[Loss] on Sale of Securities			99,967,077
Total			91,550,635
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	105,076,108		
6-Noncash Dec of Loans & Secs	80,556,030	185,632,138	
7-Sale of Equity Securities	57,893,628		
8-Noncash Dec of Equity Sec	75,943,265	133,836,893	319,469,031
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	2,520,824		
10-Noncash Dec of Rec-Debtors	460,777	2,981,601	
11-Sale of Assets Acquired	3,806,751		
12-Noncash Dec in Assets Acq	2,324,634	6,131,385	9,112,986
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		902,456	
14-Noncash Decreases of Inv in Oper Concerns		65,000	967,456
Decrease in Other Securities			
15-Sale or Collection of Other Securities		11,254,118	
16-Noncash Decrease of Other Securities		1,487,592	12,741,710
17-Decreases in Current Assets			16,835,365
18-Decrease in Other Assets			2,011,368
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		147,358,093	
20-Due to Others		18,664,226	166,022,319
21-Increase in Current Liabilities			42,651,574
22-Increase in Other Liabilities			9,995,583
23-Sale of Licensee's Stock			110,153,840
24-TOTAL FUNDS PROVIDED			781,511,867

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	198,848,575		
26-Noncash Inc in Loans & Secs	25,273,335	224,121,910	
27-Purchase of Equity Secs	213,059,931		
28-Noncash Inc in Equity Secs	66,251,482	279,311,413	503,433,323
Increases in Assets Acquired			
29-Investments in Assets Acquired		3,583,283	
30-Noncash Inc in Assets Acquired		5,269,552	8,852,835
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		1,162,932	
32-Noncash Increase of Inv in Oper Concerns		6,822,791	7,985,723
33-Increases in Other Securities			23,244,402
34-Increase in Current Assets			15,790,354
35-Increase in Other Assets			10,249,207
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		25,716,739	
37-Due to Others		23,967,404	49,684,143
38-Decrease in Current Liabilities			36,283,795
39-Payment of Dividends			49,457,623
40-Decrease in Other Liabilities			10,900,243
41-Increase[Decrease] in Cash & Idle Funds			65,630,219
42-TOTAL FUNDS APPLIED			781,511,867

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Venture Capital Group
122 SBICs

ASSETS		Unrealized	Unrealized	
Loans and Investments	Cost	Depreciate	Appreciate	Value
Portfolio Securities				
1-Loans	238,231,431	7,733,898	42	230,497,575
2-Debt Securities	39,146,958	1,668,317	1,375,227	38,853,868
3-Equity Interests	79,912,208	13,121,810	44,201,233	110,991,631
4-Total	357,290,597	22,524,025	45,576,502	380,343,074
Assets Acquired in Liquidation				
5-Receable-Debtors	13,905,661	129,590	244,933	14,021,004
6-Assets Acquired	11,689,181	971,880	2,850,820	13,568,121
7-Total	25,594,842	1,101,470	3,095,753	27,589,125
Operating Concerns Acquired				
8-Oper Concerns Acq	3,371,279	1,118,704	1,949,062	4,201,637
Other Securities				
9-Notes & Other Sec	25,195,245	1,430,324	1,316,422	25,081,343
10-Total Loans & Inv	411,451,963	26,174,523	51,937,739	437,215,179
11-Less Current Maturities				40,676,076
12-Loans & Inv Net Current Mat				396,539,103
Investment in 301(d) Licensee				
13-Name				1,227,559
Current Assets				
14-Cash		12,164,772		
15-Invested Idle Funds		98,083,914	110,248,686	
16-Int & Div Receble	8,302,908			
17-Accounts Recable	5,091,371	13,394,279		
18-Allowance for Loss		499,543	12,894,736	
19-Current Mat Portfolio Secs		32,247,366		
20-Current Mat Assets Acquired		1,979,741		
21-Current Mat Operat Concerns		192,283		
22-Current Mat Other Securities		6,256,686	40,676,076	
23-Other Current Assets			3,129,667	166,949,165
Other Assets				
24-Furniture & Equipment		1,319,328		
Less:Accum Depreciation		670,215	649,113	
25-Other			2,758,087	3,407,200
26-TOTAL ASSETS				568,123,027

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STATEMENT OF FINANCIAL POSITION

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Venture Capital Group
122 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		238,202,618	
28-Notes & Debentures Payable to Others		836,412	
29-TOTAL			239,039,030
Current Liabilities			
30-Accounts Payable		2,267,328	
31-Accrued Interest Payable		7,100,989	
32-Accrued Taxes Payable		5,552,566	
33A-Current Mat of Line 27	26,158,097		
33B-Current Mat of Line 28	4,745,215	30,903,312	
34-Dividends Payable		559,749	
35-Other Current Liabilities		15,546,915	
36-TOTAL			61,930,859
Other Liabilities			
37-Trust Receipts		366,498	
38-Deferred Credits		10,553,059	
39-Other Liabilities		2,945,805	13,865,362
40-TOTAL LIABILITIES			314,835,251
CAPITAL			
41-Capital Stock	62,370,430		
42-Paid-in Surplus	148,786,074	211,156,504	
43-Less: Treasury Stock, at cost		993,539	
44-Paid-in Capital Stock & Surplus		210,162,965	
45-3/ Preferred Stock Issued to SBA		0	
46-Unrealized Gain on Securities Held		19,140,615	
47-Non-cash Gain Sale of Sec	5,894,068		
48-Undist Net Real Earnings	18,090,128		
49-Undistributed Realized Earnings		23,984,196	
50-TOTAL CAPITAL			253,287,776
51-TOTAL LIABILITIES & CAPITAL			568,123,027

Undistributed Net Realized Earnings[Line 48]	18,090,128
Less: Allowance for Losses on Loans & Investments	13,621,519
Retained Earnings	4,468,609

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STATEMENT OF OPERATIONS REALIZED
Small Business Investment Companies
FISCAL YEAR 1985
Non-Venture Capital Group
122 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		40,390,975	
2-Dividend Income		2,208,926	42,599,901
3-Management Services		1,116,029	
4-Application and Other Fees		845,190	1,961,219
5-Interest on Invested Idle Funds		11,562,906	
6-Income from Assets Acquired in Liquidation		632,333	
7-Other Income		1,769,656	13,964,895
8-TOTAL REVENUE			58,526,015
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	28,652,991		
10-Commitment Fees	1,421,277		
11-Other Financial Costs	251,301		
12-Total Financial Expenses		30,325,569	
Remuneration			
13-Officer Salaries	5,707,904		
14-Employee Salaries	1,327,227		
15-Employee Benefits	648,499		
16-Inv Advisory & Mgt Services	3,993,672		
17-Dir & Stockholder Meetings	265,919		
18-Total Remuneration		11,943,221	
Initiating & Servicing Costs			
19-Advertising & Promotion	301,017		
20-Appraisal & Investigation	117,249		
21-Communication	279,063		
22-Legal Fees	833,496		
23-Travel Expense	743,571		
24-Total Initiating & Serve Costs		2,274,396	
Fixed Facilities			
25-Cost of Space Occupied	1,196,100		
26-Dep & Amortization Expense	298,141		
27-Total Fixed Facilities		1,494,241	
Other Costs			
28-Audit & Examination Fees	1,012,839		
29-Insurance Expense	236,009		
30-Taxes Expense	822,889		
31-Provision for Receivable Loss	2,927,684		
32-Miscellaneous Expense	1,779,329		
33-Total Other Costs		6,778,750	
34-TOTAL EXPENSES			52,816,177
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			5,709,838
36A-Provision for Income Taxes		1,861,582	
36B-Less Deferred Credit to Future Taxes		-71,192	1,932,774
37-NET INVESTMENT INCOME			3,777,064
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		34,894,642	
39-Cost of Securities Sold		27,155,254	
40-Net Prior to Income Tax Provision		7,739,388	
41A-Provision for Income Taxes	1,468,163		
41B-Def Credit to Future Taxes	-138,622	1,606,785	
42-REAL GAIN ON SALE OF SECURITIES			6,132,603

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

Small Business Investment Companies
****

FISCAL YEAR 1985

Non-Venture Capital Group
122 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	58,621,150	45,576,502	-13,044,648
2-Assets Acq Liquid Port Secs	3,428,630	3,095,753	-332,877
3-Operating Concerns Acquired	4,128,946	1,949,062	-2,179,884
4-Other Securities	258,389	1,316,422	1,058,033
5-Total	66,437,115	51,937,739	-14,499,376
Unrealized Depreciation:			
6-Portfolio Securities	19,836,779	22,524,025	2,687,246
7-Assets Acq Liquid Port Secs	1,060,068	1,101,470	41,402
8-Operating Concerns Acquired	338,752	1,118,704	779,952
9-Other Securities	1,337,693	1,430,324	92,631
10-Total	22,573,292	26,174,523	3,601,231
11-Unrealized Apprec on Sec Held	43,863,823	25,763,216	-18,100,607
12-Less: Provision for Taxes	9,251,152	6,622,601	-2,628,551
13-Unrealized Gain on Sec Held	34,612,671	19,140,615	-15,472,056

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STATEMENT OF CHANGE IN FINANCIAL POSITION
Small Business Investment Companies
FISCAL YEAR 1985
Non-Venture Capital Group
122 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		3,777,064	
2-Add: Dep,Amort,Provision for Loss		2,949,745	6,726,809
3-Realized Gain[Loss] on Sale of Securities			6,132,603
Total			12,859,412
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	58,994,559		
6-Noncash Dec of Loans & Secs	20,795,680	79,790,239	
7-Sale of Equity Securities	10,297,422		
8-Noncash Dec of Equity Sec	10,326,621	20,624,043	100,414,282
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	2,147,418		
10-Noncash Dec of Rec-Debtors	1,475,905	3,623,323	
11-Sale of Assets Acquired	1,581,805		
12-Noncash Dec in Assets Acq	2,139,792	3,721,597	7,344,920
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		360,441	
14-Noncash Decreases of Inv in Oper Concerns		2,236,669	2,597,110
Decrease in Other Securities			
15-Sale or Collection of Other Securities		380,189	
16-Noncash Decrease of Other Securities		507,840	888,029
17-Decreases in Current Assets			2,978,089
18-Decrease in Other Assets			505,452
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		26,164,000	
20-Due to Others		980,245	27,144,245
21-Increase in Current Liabilities			21,805,181
22-Increase in Other Liabilities			2,584,597
23-Sale of Licensee's Stock			11,281,279
24-TOTAL FUNDS PROVIDED			190,402,596

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	83,178,471		
26-Noncash Inc in Loans & Secs	13,143,811	96,322,282	
27-Purchase of Equity Secs	21,796,247		
28-Noncash Inc in Equity Secs	7,051,586	28,847,833	125,170,115
Increases in Assets Acquired			
29-Investments in Assets Acquired		2,785,651	
30-Noncash Inc in Assets Acquired		4,358,576	7,144,227
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		213,693	
32-Noncash Increase of Inv in Oper Concerns		1,737,928	1,951,621
33-Increases in Other Securities			7,145,032
34-Increase in Current Assets			5,833,590
35-Increase in Other Assets			850,748
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		18,673,645	
37-Due to Others		1,073,123	19,746,768
38-Decrease in Current Liabilities			11,319,432
39-Payment of Dividends			8,338,101
40-Decrease in Other Liabilities			1,313,004
41-Increase[Decrease] in Cash & Idle Funds			1,589,958
42-TOTAL FUNDS APPLIED			190,402,596

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STATEMENT OF FINANCIAL POSITION

301(D) Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
132 SBICs

ASSETS Loans and Investments	Cost	Unrealized Depreciate	Unrealized Appreciate	Value
Portfolio Securities				
1-Loans	185,350,278	10,111,437	0	175,238,841
2-Debt Securities	41,391,794	6,452,060	732,027	35,671,761
3-Equity Interests	37,972,118	4,554,877	10,415,591	43,832,832
4-Total	264,714,190	21,118,374	11,147,618	254,743,434
Assets Acquired in Liquidation				
5-Receable-Debtors	3,255,074	11,353	0	3,243,721
6-Assets Acquired	7,631,223	341,511	302,879	7,592,591
7-Total	10,886,297	352,864	302,879	10,836,312
Operating Concerns Acquired				
8-Oper Concerns Acq	180,225	82,075	0	98,150
Other Securities				
9-Notes & Other Sec	1,223,385	104,990	19,110	1,137,505
10-Total Loans & Inv	277,004,097	21,658,303	11,469,607	266,815,401
11-Less Current Maturities				28,974,781
12-Loans & Inv Net Current Mat				237,840,620
Investment in 301(d) Licensee				
13-Name				0
Current Assets				
14-Cash		7,470,824		
15-Invested Idle Funds		86,742,733	94,213,557	
16-Int & Div Receble	11,992,107			
17-Accounts Recable	1,280,596	13,272,703		
18-Allowance for Loss		3,073,730	10,198,973	
19-Current Mat Portfolio Secs		27,638,034		
20-Current Mat Assets Acquired		628,744		
21-Current Mat Operat Concerns		0		
22-Current Mat Other Securities		708,003	28,974,781	
23-Other Current Assets			1,451,837	134,839,148
Other Assets				
24-Furniture & Equipment		2,181,668		
Less:Accum Depreciation		918,422	1,263,246	
25-Other			3,458,130	4,721,376
26-TOTAL ASSETS				377,401,144

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STATEMENT OF FINANCIAL POSITION

301(D) Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
132 SBICs

LIABILITIES & CAPITAL			
Long-Term Debt (Net of Current Maturities)			
27-Notes & Deb Payable/Guaranteed by SBA		73,608,696	
28-Notes & Debentures Payable to Others		3,036,702	
29-TOTAL			76,645,398
Current Liabilities			
30-Accounts Payable		1,776,529	
31-Accrued Interest Payable		1,721,974	
32-Accrued Taxes Payable		1,300,805	
33A-Current Mat of Line 27	286,783		
33B-Current Mat of Line 28	6,486,376	6,773,159	
34-Dividends Payable		878,541	
35-Other Current Liabilities		9,972,894	
36-TOTAL			22,423,902
Other Liabilities			
37-Trust Receipts		19,982	
38-Deferred Credits		2,266,203	
39-Other Liabilities		328,563	2,614,748
40-TOTAL LIABILITIES			101,684,048
CAPITAL			
41-Capital Stock	64,995,503		
42-Paid-in Surplus	83,570,720	148,566,223	
43-Less: Treasury Stock, at cost		125,000	
44-Paid-in Capital Stock & Surplus		148,441,223	
45-3/ Preferred Stock Issued to SBA		154,586,837	
46-Unrealized Gain on Securities Held		-6,838,243	
47-Non-cash Gain Sale of Sec	-246,485		
48-Undist Net Real Earnings	-20,226,236		
49-Undistributed Realized Earnings		-20,472,721	
50-TOTAL CAPITAL			275,717,096
51-TOTAL LIABILITIES & CAPITAL			377,401,144

Undistributed Net Realized Earnings[Line 48]	-20,226,236
Less: Allowance for Losses on Loans & Investments	8,351,693
Retained Earnings	-28,577,929

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STATEMENT OF OPERATIONS REALIZED
301(D) Small Business Investment Companies
FISCAL YEAR 1985
All Reporting Licensees
132 SBICs

REVENUE			
1-Interest on Loans and Debt Securities		26,259,052	
2-Dividend Income		692,215	26,951,267
3-Management Services		174,336	
4-Application and Other Fees		333,919	508,255
5-Interest on Invested Idle Funds		9,022,513	
6-Income from Assets Acquired in Liquidation		160,330	
7-Other Income		457,866	9,640,709
8-TOTAL REVENUE			37,100,231
EXPENSES			
Financial Expenses			
9-Interest on Long-Term Debt	6,542,624		
10-Commitment Fees	1,200		
11-Other Financial Costs	1,241,094		
12-Total Financial Expenses		7,784,918	
Remuneration			
13-Officer Salaries	4,448,879		
14-Employee Salaries	2,116,231		
15-Employee Benefits	645,476		
16-Inv Advisory & Mgt Services	2,705,487		
17-Dir & Stockholder Meetings	197,149		
18-Total Remuneration		10,113,222	
Initiating & Servicing Costs			
19-Advertising & Promotion	250,401		
20-Appraisal & Investigation	254,465		
21-Communication	383,739		
22-Legal Fees	1,216,130		
23-Travel Expense	784,552		
24-Total Initiating & Serve Costs		2,889,287	
Fixed Facilities			
25-Cost of Space Occupied	1,216,214		
26-Dep & Amortization Expense	478,147		
27-Total Fixed Facilities		1,694,361	
Other Costs			
28-Audit & Examination Fees	867,996		
29-Insurance Expense	320,613		
30-Taxes Expense	675,683		
31-Provision for Receivable Loss	5,938,235		
32-Miscellaneous Expense	2,144,819		
33-Total Other Costs		9,947,346	
34-TOTAL EXPENSES			32,429,134
35-NET INVESTMENT INCOME BEFORE INCOME TAXES			4,671,097
36A-Provision for Income Taxes		1,479,552	
36B-Less Deferred Credit to Future Taxes		184,491	1,295,061
37-NET INVESTMENT INCOME			3,376,036
Realized Gain(Loss) on Sale of Securities			
38-Net Sale Price		7,005,966	
39-Cost of Securities Sold		11,229,533	
40-Net Prior to Income Tax Provision		-4,223,567	
41A-Provision for Income Taxes	-49,897		
41B-Def Credit to Future Taxes	23,350	-73,247	
42-REAL GAIN ON SALE OF SECURITIES			-4,150,320

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STATEMENT OF UNREALIZED GAIN(LOSS) ON SECURITIES HELD

301(D) Small Business Investment Companies
****

FISCAL YEAR 1985

All Reporting Licensees
****
132 SBICs

	Beginning Balance	Ending Balance	Net Change
Unrealized Appreciation:			
1-Portfolio Securities	12,256,466	11,147,618	-1,108,848
2-Assets Acq Liquid Port Secs	302,879	302,879	0
3-Operating Concerns Acquired	0	0	0
4-Other Securities	42,184	19,110	-23,074
5-Total	12,601,529	11,469,607	-1,131,922
Unrealized Depreciation:			
6-Portfolio Securities	18,504,238	21,118,374	2,614,136
7-Assets Acq Liquid Port Secs	177,882	352,864	174,982
8-Operating Concerns Acquired	0	82,075	82,075
9-Other Securities	26,208	104,990	78,782
10-Total	18,708,328	21,658,303	2,949,975
11-Unrealized Apprec on Sec Held	-6,106,799	-10,188,696	-4,081,897
12-Less: Provision for Taxes	-837,914	-3,350,453	-2,512,539
13-Unrealized Gain on Sec Held	-5,268,885	-6,838,243	-1,569,358

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STATEMENT OF CHANGE IN FINANCIAL POSITION
301(D) Small Business Investment Companies
FISCAL YEAR 1985
All Reporting Licensees
132 SBICs

SOURCE OF FUNDS

From Operations Realized			
1-Net Investment Income		3,376,036	
2-Add: Dep,Amort,Provision for Loss		3,789,640	7,165,676
3-Realized Gain[Loss] on Sale of Securities			-4,150,320
Total			3,015,356
Decrease in Portfolio Securities			
5-Repay of Loans & Debt Sec	33,722,079		
6-Noncash Dec of Loans & Secs	12,467,289	46,189,368	
7-Sale of Equity Securities	2,034,515		
8-Noncash Dec of Equity Sec	3,758,295	5,792,810	51,982,178
Decrease in Assets Acquired			
9-Collection-Debtors-Assets	451,714		
10-Noncash Dec of Rec-Debtors	73,000	524,714	
11-Sale of Assets Acquired	414,866		
12-Noncash Dec in Assets Acq	788,539	1,203,405	1,728,119
Decrease in Operating Concerns Acquired			
13-Cash Decreases of Inv in Oper Concerns		0	
14-Noncash Decreases of Inv in Oper Concerns		0	0
Decrease in Other Securities			
15-Sale or Collection of Other Securities		392,050	
16-Noncash Decrease of Other Securities		-126,794	265,256
17-Decreases in Current Assets			3,724,650
18-Decrease in Other Assets			1,131,274
Increase in Long-Term Debt			
19-Due To or Guaranteed by SBA		18,890,813	
20-Due to Others		1,673,434	20,564,247
21-Increase in Current Liabilities			11,900,617
22-Increase in Other Liabilities			2,404,525
23-Sale of Licensee's Stock			35,908,451
24-TOTAL FUNDS PROVIDED			132,624,673

APPLICATION OF FUNDS

Increase in Portfolio Securities			
25-Investment in Loans & Debt	95,465,103		
26-Noncash Inc in Loans & Secs	5,154,122	100,619,225	
27-Purchase of Equity Secs	12,104,376		
28-Noncash Inc in Equity Secs	1,822,293	13,926,669	114,545,894
Increases in Assets Acquired			
29-Investments in Assets Acquired		3,049,526	
30-Noncash Inc in Assets Acquired		1,944,040	4,993,566
Increase in Operating Concerns Acquired			
31-Investment in Operating Concerns Acquired		15,664	
32-Noncash Increase of Inv in Oper Concerns		90,225	105,889
33-Increases in Other Securities			363,645
34-Increase in Current Assets			4,301,138
35-Increase in Other Assets			1,508,132
Decrease in Long-Term Debt			
36-Due To or Guaranteed by SBA		473,431	
37-Due to Others		338,279	811,710
38-Decrease in Current Liabilities			2,582,467
39-Payment of Dividends			4,257,777
40-Decrease in Other Liabilities			604,475
41-Increase[Decrease] in Cash & Idle Funds			-1,450,020
42-TOTAL FUNDS APPLIED			132,624,673

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